



ISMAIL INDUSTRIES  
LIMITED

# PIONEERING PROGRESS



Half yearly Report  
DECEMBER 31, 2025

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# COMPANY PROFILE

## Board of Directors

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

## Audit Committee Members

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

## Registered Office

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

## Factories

- Unit-1: C-230, Hub H.I.T.E.,  
Balochistan. Pakistan
- Unit -2: B-140, Hub H.I.T.E.,  
Balochistan. Pakistan
- Unit-3: G-1, Hub H.I.T.E.,  
Balochistan. Pakistan
- Unit-4: G-22, Hub H.I.T.E.,  
Balochistan. Pakistan
- Unit-5: 38-C, Sundar Industrial Estate  
Raiwind Road, Lahore, Pakistan
- Unit-6: D-91, D-92 & D-94 North Western Zone,  
Port Qasim , Karachi, Sindh, Pakistan
- Unit-7: E164-168, North Western Zone,  
Port Qasim, Karachi, Sindh, Pakistan
- Unit-8: E154-157, North Western Zone,  
Port Qasim, Karachi, Sindh, Pakistan
- Unit-9: G-1, Hub H.I.T.E.,  
Balochistan. Pakistan
- Unit-10: E164-168, North Western Zone,  
Port Qasim Karachi. Karachi, Sindh, Pakistan

## Human Resource & Remuneration Committee

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

## Company Secretary

Mr. Abdul Basit

## Chief Financial Officer

Mr. Ahmed Raza Parekh

## Auditor

Grant Thornton Anjum Rahman  
Chartered Accountants

## Legal Advisor

Mohsin Tayebaly & Co.

## Share Registrar

THK Associates (Pvt.) Limited

## Bankers / Institutions

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

## DIRECTOR'S REVIEW REPORT

The Board of Directors is pleased to present the performance review along with the standalone and consolidated unaudited condensed interim financial statements of the Company for the half year ended December 31, 2025, in compliance with the requirements of the Companies Act, 2017 and the listed companies (Code of Corporate Governance) Regulations, 2019.

### Economic and Business Environment

During the period ended 31 December 2025, Pakistan's economy exhibited gradual stabilization, supported by improved external balances, ongoing structural reforms, and continued engagement with international financial institutions, including the IMF. In December 2025, the State Bank of Pakistan reduced the policy rate to 10.5%, reflecting easing inflationary pressures and improving macroeconomic indicators.

Foreign exchange reserves remained broadly stable despite external debt repayments and a modest current account deficit, while reduced exchange rate volatility contributed to improved business confidence. On the fiscal front, revenue mobilization remained challenging, with tax collections marginally below targets, and continued fiscal consolidation and energy sector reforms impacting cost structures across the manufacturing sector.

### Financial Performance Review

Against this operating backdrop, the company achieved gross sales of PKR 61.5 billion, representing a 4.1% increase over the corresponding period last year, supported by stable domestic demand across core FMCG categories and continued focus on distribution reach and product availability.

Description	December 2025	December 2024
	PKR in Million	
Sales – gross	61,495	59,064
Sales – net	53,695	52,427
Gross profit	10,191	11,516
Operating profit	4,660	5,788
Taxation	1,191	739
Profit after tax	2,043	2,908
EPS	30.78	43.83

Despite topline growth, profitability remained under pressure, primarily due to elevated raw material and energy costs.

Profit after tax amounted to PKR 2.0 billion, compared to PKR 2.9 billion in the corresponding period last year, while

earnings per share stood at PKR 30.78. The decline in earnings was further impacted by increased effective tax charge.

### Sectoral and Operational Overview

The food segment faced challenges from higher commodity prices, increased energy costs, and export disruptions arising from the closure of the Afghanistan border, which constrained volume growth and margins during the period. The plastic segment continued to experience margin pressure due to elevated polymer prices and competitive market dynamics; however, ongoing operational efficiencies partially mitigated cost inflation.

### Management Perspective

In response to the prevailing environment, management remained focused on cost optimization, operational efficiency, and disciplined capital allocation. Key priorities included optimizing product mix, implementing selective pricing actions, strengthening supply chain resilience, and maintaining prudent working capital management. Continued investment in marketing and trade initiatives supported brand equity and sustained market presence across key FMCG categories.

The company diversified portfolio across confectionery, biscuits, nutrition, plastic films, and the Ghiza (flour) division provided resilience against sector-specific challenges and enabled the Group to navigate the evolving economic and operating landscape during the period.

### ACKNOWLEDGEMENT

The Board of Directors takes this opportunity to convey its sincere gratitude to all stakeholders for their continued confidence and support in the Company. The Board also places on record its deep appreciation for the dedication, commitment, and hard work of all employees. The continued support of our suppliers, distributors, lenders, and business partners is gratefully acknowledged, along with the steadfast commitment and leadership demonstrated by the management team.

On behalf of the Board of Directors.



**Munsarim Saifullah**  
Chief Executive Officer



**Maqsood Ismail**  
Director

Karachi: February 18, 2026

روپے تھا، اور فی حصص آمدنی 30.78 روپے رہی۔ آمدنی میں کمی پر مزید اثراؤں فریکس شرح میں اضافے کی وجہ سے پڑا۔

### سکیلر اور آپریشنل چارجز

خوراک کے طبقے کو جناس کی اونچی قیمتوں، توانائی کے بڑھتے ہوئے اخراجات، اور افغانستان کی سرحد کی بندش سے پیدا ہونے والی برآمدات میں رکاوٹوں کے نتیجے میں کاسمانا کرنا پڑا، جس نے اس عرصے کے دوران، حجم کی نمو اور مارجن کو روک دیا۔ پالیمر کی بلند قیمتوں اور مسابقتی مارکیٹ کی حرکیات کی وجہ سے پلاسٹک کا طبقہ مارجن کے دباؤ کا سامنا کرتا رہا۔ تاہم، جاری آپریشنل اخراجات نے لاگت کی افراط زر کو جزوی طور پر کم کیا۔

### انتظامی اخراجات

موجودہ ماحول کے جواب میں، انتظامی لاگت کی اصلاح آپریشنل کارکردگی اور نظم و ضبط کے ساتھ سرمائے کی تقسیم پر مرکوز رہی۔ سی ترچھتات میں پروڈکٹ کس کو بہتر بنانا، قیمتوں کے انتخاب کے عمل کو لاگو کرنا، سپلائی چین کی لپک کو مضبوط بنانا، اور سمجھ اور رولنگ کنٹریول مینجمنٹ کو برقرار رکھنا شامل ہے۔ مارکیٹنگ اور تجارتی اقدامات میں مسلسل سرمایہ کاری نے اہم ایف ایم سی جی زمروں میں برآمد ایکویٹی اور مارکیٹ کی مستقل موجودگی کو سپورٹ کیا۔

کمپنی نے کنٹیکشنری ہسٹ، نیوٹریشن، پلاسٹک فلموں میں پورٹ فولیو کو متنوع بنایا، اور غذا (آنا) ڈویژن سے سکیلر کے لیے مخصوص چیلنجوں کے خلاف فراہم کی اور گروپ کو اس مدت کے دوران ابھرتے ہوئے معاشی اور آپریٹنگ منظر نامے پر جانے کے قابل بنایا۔

### اعزازات

بورڈ آف ڈائریکٹرز اس موقع کو بروئے کار لاتے ہوئے کمپنی میں مسلسل اعتماد اور حمایت دینے والے تمام مضامین یا فنکارانہ کا دلچسپی کا شکر ادا کرتا ہے۔ بورڈ تمام ملازمین کی محنت، لگن اور وائٹلٹی کے لیے اپنی گہری قدر دانی بھی درج کرتا ہے۔ ہمارے سپلائرز، ڈسٹریبیوٹرز، غرض دہندگان اور کاروباری شراکت داروں کی مسلسل حمایت کے لیے شکرگزار ہے کہ ساتھ ساتھ مینجمنٹ ٹیم کی ثابت قدم قیادت اور واٹلٹی کو بھی سراہا جاتا ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے۔

  
مضموم ہافیز  
ڈائریکٹر

  
مضموم سیف اللہ  
چیف ایگزیکٹو آفیسر

کراچی: 18 فروری 2026

## ڈائریکٹرز کی جائزہ رپورٹ

بورڈ آف ڈائریکٹرز کو پیش کرتے ہوئے خوشی ہو رہی ہے کہ وہ 31 دسمبر 2025 کو ختم ہونے والی ششماہی مدت کے لیے کمپنی کی کارکردگی کا جائزہ، نیز کمپنی کے پیلیڈہ اور سکیلر غیر آڈٹ شدہ مختصر عبوری مالی بیانات، کمپنیز ایکٹ 2017 اور سکیلر کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کے تقاضوں کے مطابق پیش کر رہا ہے۔

### اقتصادی اور کاروباری ماحول

دسمبر 2025 کو ختم ہونے والی مدت کے دوران پاکستان کی معیشت میں تدریجاً استحکام دیکھا گیا، جس کی حمایت بہتر بیرونی توازن، جاری ساختی اصلاحات اور بین الاقوامی مالیاتی اداروں، بشمول آئی ایم ایف، کے ساتھ مسلسل روابط نے کی۔ دسمبر 2025 میں، اسٹیٹ بینک آف پاکستان نے پالیسی ریٹ کو کم کر کے 10.5% کر دیا، جو افراط زر کے دباؤ کو کم کرنے اور جزوی اقتصادی اشاروں میں بہتری کی عکاسی کرتا ہے۔

بیرونی فرخوں کی ادائیگیوں اور معمولی کنٹ کاؤنٹ خسارے کے باوجود زرمبادلہ کے ذخائر وسیع پیمانے پر مستحکم رہے، جبکہ شرح مبادلہ میں کمی نے کاروباری اعتماد کو بہتر بنانے میں اہم کردار ادا کیا۔ مالیاتی محاذ پر محصولات کی نقل و حرکت چیلنج رہی، بکنس کی وصولی اہداف سے معمولی طور پر کم رہی، اور مالیاتی استحکام اور توانائی کے شعبے میں جاری اصلاحات نے مینوفیکچرنگ سیکٹر میں لاگت کے ڈھانچے کو متاثر کیا۔

### مالیاتی کارکردگی کا جائزہ

اس کاروباری پس منظر کے تناظر میں، کمپنی نے 61.5 ارب روپے کی مجموعی فروخت حاصل کی، جو گزشتہ سال کی اسی مدت کے مقابلے میں 4.1 فیصد اضافہ ظاہر کرتی ہے۔ یہ اضافہ بنیادی ایف ایم سی جی زمروں میں مستحکم مقامی طلب کے ساتھ ساتھ تقسیم کے نیٹ ورک کی وسیع اور مصنوعات کی دستیابی پر مسلسل توجہ کا نتیجہ ہے۔

Description	December 2025	December 2024
	<b>PKR in Million</b>	
Sales – gross	61,495	59,064
Sales – net	53,695	52,427
Gross profit	10,191	11,516
Operating profit	4,660	5,788
Taxation	1,191	739
Profit after tax	2,043	2,908
EPS	30.78	43.83

ناپ اٹن نمونے باوجود منافع برد باؤر، بنیادی طور پر خام مال اور توانائی کی قیمتوں میں اضافے کی وجہ سے۔ بعد از بکنس منافع 2.0 ارب روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ 2.9 ارب

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Ismail Industries Limited

Report on review of Unconsolidated Condensed Interim Financial Statements

### Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of **Ismail Industries Limited** as at **December 31, 2025** and the related unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cashflows, and notes to the unconsolidated financial statements for the six-months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

### Scope of Review

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

### Conclusion

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

### Other Matter

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

The engagement partner on the audit resulting in this independent auditor's report is **Khurram Jameel**.



Grand Thornton Anjum Rahman

Chartered Accountants

Karachi

Date: February 26, 2026

UDIN: RR202510093RymGOTx5L

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2025**

	Note	(Un-audited)	(Audited)
		December 31, 2025	June 30, 2025
		-----Rupees-----	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	7	31,558,165,764	32,216,737,745
Long term investments		14,142,725,285	14,244,663,562
Long term deposits		29,627,249	24,213,915
<b>Total non-current assets</b>		<b>45,730,518,298</b>	<b>46,485,615,222</b>
<b>Current assets</b>			
Stores and spares		997,900,428	890,827,624
Stock-in-trade	8	15,784,349,052	16,969,470,041
Trade debts	9	15,288,324,885	13,317,024,257
Loans and advances		3,071,341,235	3,963,308,373
Loans to subsidiaries and associate - unsecured	10	9,625,000,000	9,412,000,000
Trade deposits and short-term prepayments		45,188,654	29,776,319
Short term investments	11	12,265,501,736	1,816,010,034
Other receivables		7,858,163,428	6,614,810,120
Taxation and levies - net		1,969,448,028	2,013,576,373
Cash and bank balances	12	2,038,577,496	592,185,730
<b>Total current assets</b>		<b>68,943,794,942</b>	<b>55,618,988,871</b>
<b>Total assets</b>		<b>114,674,313,240</b>	<b>102,104,604,093</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized share capital			
250,000,000 (June 30, 2025: 250,000,000) ordinary shares of Rs. 10		2,500,000,000	2,500,000,000
Issued, subscribed and paid-up share capital		663,569,400	663,569,400
Reserves		30,415,763,710	28,760,151,452
<b>Total shareholders' equity</b>		<b>31,079,333,110</b>	<b>29,423,720,852</b>
<b>Non-current liabilities</b>			
Long term finances - secured	13	24,478,078,599	24,805,276,880
Deferred liabilities		3,655,950,106	3,464,561,126
<b>Total non-current liabilities</b>		<b>28,134,028,705</b>	<b>28,269,838,006</b>
<b>Current liabilities</b>			
Trade and other payables	14	12,674,435,029	10,651,742,109
Accrued mark-up		939,927,972	876,775,394
Short term finances - secured	15	25,089,285,240	17,814,596,870
Islamic redeemable sukuk		8,000,000,000	8,000,000,000
Current portion of:			
- long term finances - secured	13	7,640,757,454	6,173,168,032
Unclaimed dividend		6,310,574	5,965,586
Advances from customers - unsecured		1,110,235,156	888,797,244
<b>Total current liabilities</b>		<b>55,460,951,425</b>	<b>44,411,045,235</b>
<b>Total liabilities</b>		<b>83,594,980,130</b>	<b>72,680,883,241</b>
<b>Total equity and liabilities</b>		<b>114,674,313,240</b>	<b>102,104,604,093</b>
<b>Contingencies and commitments</b>	16		

The annexed selected notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

  
**Munsarim Saifullah**  
 Chief Executive Officer

  
**Maqsood Ismail Ahmed**  
 Director

  
**Ahmed Raza Parekh**  
 Chief Financial Officer

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

	Note	Six-months Period Ended		Three-months Period Ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
		-----Rupees-----		-----Rupees-----	
<b>Sales - gross</b>	18.1	<b>61,495,160,399</b>	<b>59,063,985,395</b>	<b>32,489,384,816</b>	<b>30,010,000,170</b>
Sales returns and discounts		(2,023,063,147)	(1,598,102,735)	(1,040,897,142)	(773,953,515)
Export rebate		197,399,592	23,059,368	183,926,940	17,573,210
		(1,825,663,555)	(1,575,043,367)	(856,970,202)	(756,380,305)
		<b>59,669,496,844</b>	<b>57,488,942,028</b>	<b>31,632,414,614</b>	<b>29,253,619,865</b>
Sales tax		(5,974,690,565)	(5,061,958,958)	(3,065,275,852)	(2,746,758,789)
Sales - net		<b>53,694,806,279</b>	<b>52,426,983,070</b>	<b>28,567,138,762</b>	<b>26,506,861,076</b>
Cost of sales	18.1	(43,504,137,260)	(40,910,826,657)	(23,094,644,319)	(20,852,844,830)
<b>Gross profit</b>		<b>10,190,669,019</b>	<b>11,516,156,413</b>	<b>5,472,494,443</b>	<b>5,654,016,246</b>
Selling and distribution expenses		(4,602,593,316)	(4,831,770,780)	(2,482,031,320)	(2,599,883,310)
Administrative expenses		(928,392,106)	(896,877,946)	(442,894,490)	(448,638,605)
<b>Operating profit</b>		<b>4,659,683,597</b>	<b>5,787,507,687</b>	<b>2,547,568,633</b>	<b>2,605,494,331</b>
Other operating expenses		(329,977,673)	(351,178,953)	(172,274,095)	(167,005,143)
Other income		740,599,390	621,050,505	306,666,020	373,051,794
		<b>5,070,305,314</b>	<b>6,057,379,239</b>	<b>2,681,960,558</b>	<b>2,811,540,982</b>
Finance cost		(2,228,864,024)	(2,856,253,695)	(1,076,536,326)	(1,181,085,270)
		<b>2,841,441,290</b>	<b>3,201,125,544</b>	<b>1,605,424,232</b>	<b>1,630,455,712</b>
Share of profit from associated company - net		392,600,676	446,256,826	-	260,578,015
<b>Profit before levies and taxation</b>		<b>3,234,041,966</b>	<b>3,647,382,370</b>	<b>1,605,424,232</b>	<b>1,891,033,727</b>
Levies - Minimum and final tax		(622,805,071)	(537,738,002)	(325,086,134)	(253,606,339)
Taxation		(568,596,763)	(201,317,842)	(302,985,204)	(164,632,294)
<b>Profit after levies and taxation</b>		<b>2,042,640,132</b>	<b>2,908,326,526</b>	<b>977,352,894</b>	<b>1,472,795,094</b>
<b>Other Comprehensive income</b>					
<i>Item that will not be reclassified to unconsolidated statement of profit or loss in subsequent periods</i>					
Share of other comprehensive (loss) / income from associated company - net of tax		(59,720,574)	132,814,612	(59,720,574)	193,861,650
Unrealized gain / (loss) on remeasurement of investment classified as fair value through OCI - net of tax		4,477,400	(28,950,250)	3,660,000	(28,950,250)
Other comprehensive (loss) / income for the period		(55,243,174)	103,864,362	(56,060,574)	164,911,400
<b>Total comprehensive income for the period</b>		<b>1,987,396,958</b>	<b>3,012,190,888</b>	<b>921,292,320</b>	<b>1,637,706,494</b>
<b>Earnings per share - basic &amp; diluted</b>	19	<b>30.78</b>	<b>43.83</b>	<b>14.73</b>	<b>22.20</b>

The annexed selected notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

  
**Munsarim Saifullah**  
Chief Executive Officer

  
**Maqsood Ismail Ahmed**  
Director

  
**Ahmed Raza Parekh**  
Chief Financial Officer

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

Issued, subscribed and paid-up share capital	Capital reserve				Total Reserves			Total shareholders' equity
	Share premium	Amalgamation reserves	Remeasurement of investment in associated company	Revenue reserve	Unappropriated profit	Total reserves		
							Reinvestment of investments at fair value through OCI	
663,569,400	1,472,531,500	916,862,067	(206,233,725)	(12,466,400)	21,374,623,488	23,545,316,930	24,208,886,330	
-	-	-	-	-	2,908,326,526	2,908,326,526	2,908,326,526	
-	-	-	-	(28,950,250)	-	(28,950,250)	(28,950,250)	
-	-	-	132,814,612	(28,950,250)	-	132,814,612	132,814,612	
-	-	-	132,814,612	(28,950,250)	2,908,326,526	3,012,190,888	3,012,190,888	
663,569,400	1,472,531,500	916,862,067	(73,419,113)	(41,416,650)	(663,569,400)	25,893,938,418	26,557,507,813	
663,569,400	1,472,531,500	916,862,067	(47,062,121)	(33,529,700)	26,451,349,706	28,760,151,452	29,423,720,852	
-	-	-	-	-	2,042,640,132	2,042,640,132	2,042,640,132	
-	-	-	(59,720,574)	4,477,400	-	4,477,400	4,477,400	
-	-	-	(59,720,574)	4,477,400	-	1,987,396,558	1,987,396,558	
663,569,400	1,472,531,500	916,862,067	(106,782,695)	(29,052,300)	(331,784,700)	30,415,763,710	31,079,333,110	

Balance as at July 01, 2024 - audited

Total comprehensive income for the period

Profit for the six-months period ended December 31, 2024

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

Share of other comprehensive profit from associated companies - net of tax

Total comprehensive income for the period

Transaction with owners, recognized directly in equity

Final cash dividend for the year ended June 30, 2024 @ Rs. 10 per share

Balance as at December 31, 2024

Balance as at July 01, 2025 - audited

Total comprehensive income for the period

Profit for the six-months period ended December 31, 2025

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

Share of other comprehensive loss from associated company - net of tax

Total comprehensive income for the period

Transaction with owners, recognized directly in equity

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

Balance as at December 31, 2025

The annexed selected notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



Munsarim Saifullah  
Chief Executive Officer



Maqsood Ismail Ahmed  
Director



Ahmed Raza Parekh  
Chief Financial Officer

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

	December 31, 2025	December 31, 2024
Note	-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash generated from operations after working capital changes	17 7,353,554,448	6,335,425,516
Gratuity paid	(54,498,719)	(154,409,154)
Income tax and levies paid - net	(991,233,352)	(1,148,129,133)
Long-term deposits - net	(5,413,334)	(747,900)
<b>Net cash generated from operating activities</b>	<b>6,302,409,043</b>	<b>5,032,139,329</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure (including CWIP)	(1,035,925,872)	(920,044,613)
Investment in Subsidiaries	-	(937,500,000)
Payments for short-term investment	(2,304,956,083)	(50,517,688,773)
Receipt from associate against dividend	424,279,454	-
Proceeds from disposal of property, plant and equipment	142,656,871	98,019,167
<b>Net cash used in investing activities</b>	<b>(2,773,945,630)</b>	<b>(52,277,214,219)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipts /(Payments) from long term finances - net	1,140,391,141	(2,757,373,482)
Short term finance obtained - net	(1,903,753,273)	60,555,677,249
Payments against Islamic redeemable sukuk	-	(5,000,000,000)
Finance cost paid	(2,165,711,446)	(2,760,112,137)
Dividends paid	(331,439,712)	(662,832,107)
<b>Net cash (used in) /generated from financing activities</b>	<b>(3,260,513,290)</b>	<b>49,375,359,523</b>
<b>Net increase in cash and cash equivalents</b>	<b>267,950,123</b>	<b>2,130,284,633</b>
Cash and cash equivalents at the beginning of the period	(2,817,157,867)	(2,641,953,535)
<b>Cash and cash equivalents at the end of the period</b>	<b>(2,549,207,744)</b>	<b>(511,668,902)</b>
Cash and bank balances	12 2,038,577,496	1,845,700,352
Running finances utilized under mark-up arrangement	(12,587,785,240)	(2,357,369,254)
Short term investment having maturity upto 3 months	8,000,000,000	-
	<b>(2,549,207,744)</b>	<b>(511,668,902)</b>

The annexed selected notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

  
**Munsarim Saifullah**  
Chief Executive Officer

  
**Maqsood Ismail Ahmed**  
Director

  
**Ahmed Raza Parekh**  
Chief Financial Officer

## NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTHS PERIOD ENDED DECEMBER 31, 2025

### 1 LEGAL STATUS AND OPERATIONS

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

### 2 SIGNIFICANT EVENTS AND TRANSACTIONS

During the six-months period, no significant event and transactions occurred.

### 3 STATEMENT OF COMPLIANCE

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

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

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

### 4 BASIS OF PREPARATION

These unconsolidated condensed interim financial statements of the Company does not include all of the information and disclosure required in the unconsolidated condensed interim financial statements and should be read in conjunction with the unconsolidated annual financial statements of the Company as at and for the year ended June 30, 2025. However, selected explanatory notes are included to explain the events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The figures in the unconsolidated condensed interim statement of financial position, unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows together with the relevant notes to the unconsolidated condensed interim financial statements for the six-months period ended December 31, 2025 have been subject to the limited scope review by the statutory auditors of the Company. However, the figures for the three-months period ended December 31, 2025 and December 31, 2024 in the unconsolidated condensed interim statement of profit or loss and other comprehensive income and notes forming part thereof have not been reviewed by auditors.

#### 4.1 Functional and presentation currency

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

#### 4.2 Standard, Amendment or interpretation to published approved accounting standards

##### 4.2.1 Standards, amendments and interpretations to the published standards that may be relevant to the Company and adopted in the current period.

There are certain amendment and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2025. However, these do not have any significant impact on the Company's financial reporting.

##### 4.2.2 Standards and amendments to approved accounting and reporting standards that are not yet effective.

There are certain amendment and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting period which beginning on or after July 1, 2025. However, these will not have any impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

### 5 MATERIAL ACCOUNTING POLICIES

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

## 6 USE OF JUDGEMENTS / ESTIMATES AND FINANCIAL RISK MANAGEMENT

The estimates / judgements and associated assumptions used in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated financial statements of the Company for the year ended June 30, 2025.

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

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
-----Rupees-----			
7 <b>PROPERTY, PLANT AND EQUIPMENT</b>			
Operating assets	7.1	31,342,189,080	31,496,235,444
Capital work in progress - at cost	7.2	215,976,684	720,502,301
		<u>31,558,165,764</u>	<u>32,216,737,745</u>

7.1 Detail of additions and disposals to operating assets during the six-months period are as follows:

	(Un-audited)			
	Additions/Transfers		Disposals	
	-----At cost-----		-----At net book value-----	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
----- Rupees -----				
<b>Owned assets</b>				
Building on leasehold land	134,193,771	765,398,236	-	-
Plant and machinery	964,308,884	516,268,132	-	-
Furniture and fittings	11,543,435	4,137,852	-	-
Equipment	99,387,523	39,652,195	-	101,505
Computers	6,631,765	11,333,783	2,830,562	1,849,166
Vehicles	324,386,111	222,260,253	85,128,294	71,079,530
	<u>1,540,451,489</u>	<u>1,559,050,451</u>	<u>87,958,856</u>	<u>73,030,201</u>

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

	(Un-audited)			
	Additions		Transfers	
	-----At cost-----			
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
----- Rupees -----				
Civil works	120,301,657	401,578,783	134,193,771	765,398,236
Plant and machinery	502,549,301	247,876,611	964,308,884	516,268,133
Equipment and Furniture	82,057,039	36,718,684	110,930,959	43,513,547
	<u>704,907,997</u>	<u>686,174,078</u>	<u>1,209,433,614</u>	<u>1,325,179,916</u>

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
-----Rupees-----			
8 <b>STOCK-IN-TRADE</b>			
Raw materials	8.1	7,746,506,767	10,004,148,643
Packing materials		2,103,715,781	1,911,913,558
Work-in-process		664,107,727	613,769,367
Finished goods		5,270,018,777	4,439,638,473
		<u>15,784,349,052</u>	<u>16,969,470,041</u>

8.1 This includes raw materials in transit amounting to Rs. 942,775,311 (June 2025: Rs. 1,085,799,895).

		(Un-audited) December 31, 2025	(Audited) June 30, 2025			
<b>9 TRADE DEBTS</b>	<b>Note</b>	-----Rupees-----				
Considered good						
- export - secured	9.1	6,373,673,867	3,867,472,990			
- local - unsecured		9,175,910,287	9,699,501,146			
		<b>15,549,584,154</b>	<b>13,566,974,136</b>			
Allowance for expected credit loss		<b>(261,259,269)</b>	<b>(249,949,879)</b>			
		<b>15,288,324,885</b>	<b>13,317,024,257</b>			
<b>9.1</b>	This include receivable from related party amounting to Rs.123,169,168 (June 2025: Rs. 464,065,962) which is not due as of reporting date.					
		(Un-audited) December 31, 2025	(Audited) June 30, 2025			
<b>10 LOANS TO SUBSIDIARIES AND ASSOCIATE - unsecured</b>		-----Rupees-----				
<i>Subsidiaries</i>						
- Ismail Resin (Private) Limited		7,962,000,000	7,962,000,000			
- Hudson Pharma (Private) Limited		1,663,000,000	1,100,000,000			
<i>Associate</i>						
- Innovita Nutrition (Private) Limited		-	350,000,000			
		<b>9,625,000,000</b>	<b>9,412,000,000</b>			
<b>10.1</b>	The Company entered into a financing agreement with its subsidiaries / associate for extending revolving line of credit for meeting their working capital requirements. These carry mark-up at the rates ranging from 10.50% to 11% (June 2025: 11% to 21.30%) per annum. During the period Hudson Pharma (Private) Limited availed amount Rs. 563 million (June 2025: 408.10 million) and futher in Ismail Resin (Private) Limited there is no change.(June 2025: nil)					
		(Un-audited) December 31, 2025	(Audited) June 30, 2025			
<b>11 SHORT TERM INVESTMENTS</b>		-----Rupees-----				
<b>Held at:</b>						
Amortised cost having maturity above 3 months		949,346,775	593,282,197			
Amortised cost having maturity upto 3 months		8,000,000,000	-			
Fair value through other comprehensive income		808,855,387	918,419,065			
Fair value through profit and loss		2,507,299,574	304,308,772			
		<b>12,265,501,736</b>	<b>1,816,010,034</b>			
<b>12 CASH AND BANK BALANCES</b>						
Cash in hand		55,886,737	5,472,233			
Cash with banks in:						
- current accounts - conventional		1,517,557,610	394,824,365			
- current accounts - islamic		465,133,149	191,889,132			
		<b>2,038,577,496</b>	<b>592,185,730</b>			
<b>13 LONG TERM FINANCES - SECURED</b>						
		(Un-audited) December 31, 2025	(Audited) June 30, 2025			
		-----Rupees-----				
		Conventional	Islamic			
		Total	Total			
At beginning of the period / year	15,215,550,263	15,762,894,649	30,978,444,912	19,383,008,587	6,957,967,755	26,340,976,342
Obtained during the period / year	-	4,191,420,283	4,191,420,283	350,000,000	10,723,463,740	11,073,463,740
Repaid during the period / year	(2,171,705,873)	(879,323,269)	(3,051,029,142)	(4,517,458,324)	(1,918,536,846)	(6,435,995,170)
	13,043,844,390	19,074,991,663	32,118,836,053	15,215,550,263	15,762,894,649	30,978,444,912
Less: Current maturity	(4,268,672,752)	(3,372,084,702)	(7,640,757,454)	(4,344,885,249)	(1,828,282,783)	(6,173,168,032)
	8,775,171,638	15,702,906,961	24,478,078,599	10,870,665,014	13,934,611,866	24,805,276,880

- 13.1 These represent financing for property, plant and equipment. The above mentioned facilities are secured by way of creation of equitable mortgage and pari-passu/ranking charge over present and future fixed assets of the Company and personal guarantees of directors. Further terms and conditions are consistent with financial information as presented in the unconsolidated financial statements of the Company for the year ended June 30, 2025.
- 13.2 The Company's total limit for long term finances amounting to Rs. 48,498.50 million. (June 2025: Rs.49,498.50 million).

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	-----Rupees-----	
<b>14 TRADE AND OTHER PAYABLES</b>		
Trade creditors	9,437,507,563	8,439,014,260
Other liabilities	3,236,927,466	2,212,727,849
	<u>12,674,435,029</u>	<u>10,651,742,109</u>
<b>15 SHORT TERM FINANCES - SECURED</b>		
Term financing	1,500,000,000	874,944,969
Export refinances	11,001,500,000	13,301,499,996
Finance against discounting of export bills / receivables	-	228,808,308
Running finance utilized under mark-up arrangement	12,587,785,240	3,409,343,597
	<u>25,089,285,240</u>	<u>17,814,596,870</u>

## 16 CONTINGENCIES AND COMMITMENTS

### 16.1 Contingencies

- 16.1.1 Except as mentioned in note no. 16.1.2, 16.1.3 & 16.1.4, there are no material changes in the status of contingencies as reported in note no. 28 to the unconsolidated financial statements of the company for the year ended June 30, 2025.
- 16.1.2 As disclosed in Note 28.1.10 of the unconsolidated financial statements for the year ended June 30, 2025, during the period, the Honourable high Court decided the matter in favour of the Company, and the disputed amount of Rs 57.99 million was adjusted from the SSGC bill for the month of December 2025 which is paid in January 2026.
- 16.1.3 As disclosed in Note 28.1.11 of the unconsolidated financial statements for the year ended June 30, 2025, during the period, the petition was dismissed. Subsequently, the Company has filed FCPLA No. 1/2025 before the Federal Constitutional Court, which is pending for hearing. However, the Company has recognized the provision of levy in its condensed interim financial statements. The legal counsel is very confident that matter will be decided in the favor of the Company.
- 16.1.4 The Company filed Constitutional Petition No. CP-811/2025 before the Honourable High Court of Peshawar, challenging the imposition of Infrastructure & Development Cess under the Khyber Pakhtunkhwa Infrastructure Development Cess Act, 2022, on the grounds of legal infirmities in the Act. The Honourable Court granted interim relief, restraining recovery of the levy subject to the furnishing of post-dated cheques equivalent to the levy amount. The petition was subsequently disposed of against the Company. The Company has filed FCPLA No. 649/2025 before the Federal Constitutional Court wherein the leave has been granted and is pending for hearing. The legal counsel is very confident that matter will be decided in the favor of the Company.

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	-----Rupees-----	
<b>16.2 Commitments</b>		
16.2.1 Outstanding letter of guarantees	4,213,794,482	4,816,119,550
16.2.2 Cross Corporate guarantees issued by the Company on behalf of subsidiaries / associated company	<u>27,285,299,894</u>	<u>27,518,299,894</u>
16.2.3 Outstanding letter of credit for:		
- capital expenditures	465,653,335	275,968,280
- raw materials	<u>4,013,262,313</u>	<u>4,118,203,188</u>

- 16.3 With reference to the contingencies and commitments of associated company, The Bank of Khyber (BOK), please refer the note 22 of condensed interim financial statement for the nine months period ended September 30, 2025 of the associated Company.

		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
	Note	-----Rupees-----	
<b>17 CASH GENERATED FROM OPERATIONS AFTER WORKING CAPITAL CHANGES</b>			
Profit before levies and taxation		3,234,041,966	3,647,382,370
<b>Adjustments for non-cash and other items:</b>			
Depreciation		1,606,538,997	1,626,579,753
Amortization charge		-	166,669
Gain on disposal of property, plant and equipment - net		(54,698,015)	(24,988,966)
Provision for staff retirement gratuity		76,437,271	128,813,271
Provision for doubtful debts		11,309,390	-
Provision/reversal for slow moving - stock in trade		73,322,094	(17,727,126)
Share of profit from associated company - net		(392,600,676)	(446,256,826)
Unrealized exchange gain on short term investment		(137,195,619)	(36,213,575)
Unrealized exchange loss		46,417,192	39,836,312
Finance cost		2,228,864,024	2,856,253,695
Net increase/(decrease) in working capital	17.1	661,117,824	(1,438,420,061)
Cash generated from operations after working capital changes		7,353,554,448	6,335,425,516
<b>17.1 Working capital changes</b>			
<b>Current assets</b>			
<b>Decrease / (Increase) in current assets</b>			
Stores and spares		(107,072,804)	(107,805,169)
Stock-in-trade		1,111,798,895	(1,722,991,663)
Trade debts		(1,996,146,198)	(1,297,155,209)
Loans and advances		891,967,138	1,076,791,493
Loans to subsidiaries and associate		(213,000,000)	(625,539,155)
Trade deposits and short-term prepayments		(15,412,335)	7,947,517
Other receivables		(1,243,353,308)	(689,329,912)
		(1,571,218,612)	(3,358,082,098)
<b>Current liabilities</b>			
<b>Increase in current liabilities</b>			
Trade and other payables		2,010,898,524	1,832,023,644
Advances from customers - unsecured		221,437,912	87,638,393
		2,232,336,436	1,919,662,037
Net increase / (decrease) in working capital		661,117,824	(1,438,420,061)



		(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>18.9 RECONCILIATION OF REPORTABLE SEGMENT ASSETS AND LIABILITIES</b>	Note	-----Rupees-----	
<b>Assets</b>			
Total assets for reportable segments	18.2	76,018,936,259	74,114,007,068
Administrative capital assets		2,622,149,960	2,517,923,429
Long term investments		14,142,725,285	14,244,663,562
Loans to subsidiaries and associate - unsecured	10	9,625,000,000	9,412,000,000
Short term investments		12,265,501,736	1,816,010,034
Total assets		<u>114,674,313,240</u>	<u>102,104,604,093</u>
<b>Liabilities</b>			
Total liabilities for reportable segments	18.4	15,729,410,702	12,423,280,333
Deferred tax liabilities		2,657,448,135	3,464,561,126
Long term finance - secured	13	32,118,836,053	30,978,444,912
Short term finances - secured	15	25,089,285,240	17,814,596,870
Islamic redeemable sukuk		8,000,000,000	8,000,000,000
Total liabilities		<u>83,594,980,130</u>	<u>72,680,883,241</u>
		(Un-audited)	
		December 31, 2025	December 31, 2024
<b>19 EARNINGS PER SHARE - Basic and Diluted</b>		-----Rupees-----	
<b>Basic earnings per share</b>			
Profit for the period		<u>2,042,640,132</u>	<u>2,908,326,526</u>
		----- (Number of shares) -----	
Weighted average number of ordinary shares during the period		<u>66,356,940</u>	<u>66,356,940</u>
		----- (Rupees) -----	
Basic earnings per share		<u>30.78</u>	<u>43.83</u>
<b>19.1</b> There is no dilutive potential ordinary shares outstanding as at December 31, 2025. (Dec 2024: Nil).		(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>20 SHARIAH COMPLIANT DISCLOSURE</b>		-----Rupees-----	
<b>20.1 Statement of Financial Position (Islamic Mode)</b>			
- Bank deposit and bank balances		465,133,149	191,889,132
<i>Term finance</i>			
- Long term finance		19,074,991,663	15,762,894,649
- Short term finance		500,000,000	724,952,500
- Redeemable sukuk		8,000,000,000	8,000,000,000
- Running finance		10,710,262,185	2,806,779,838
<i>Accrued Markup</i>			
- Long term finance		210,171,368	77,133,553
- Short term finance		6,056,405	5,893,527
- Redeemable sukuk		225,662,853	280,614,036
- Running finance		62,270,162	102,111,573
		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
<b>20.2 Statement of Comprehensive Income</b>		-----Rupees-----	
- Revenue earned from a Shariah-compliant business segment		61,495,160,399	59,063,985,395
- Profit paid on Islamic mode of financing		1,367,141,738	1,995,142,173
<b>20.3 Takaful operators</b>			
The Company has takaful relationship with EFU General Insurance Limited.			

## 21 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

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

	(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
	-----Rupees-----	
<b>Transactions</b>		
<b>Plastiflex Films (Private) Limited</b>		
<i>Common Directorship</i>		
- Purchase of raw & packing Materials	(15,464,428)	(14,412,606)
- Metallization service	3,862,335	1,247,361
- Recovery against sales	(3,880,909)	(1,825,650)
- Payment against purchases	10,492,715	3,717,033
<b>Hudson Pharma (Private) Limited</b>		
<i>Subsidiary Company</i>		
- Purchase of raw material	(926,418,000)	-
- Payment against purchases	676,081,000	-
<b>Ismail Resin (Private) Limited*</b>		
<i>Subsidiary Company</i>		
- Purchase of raw material	(3,105,524,000)	(4,422,168,000)
- Payment against purchases	2,839,075,800	3,339,990,000
<b>The Bank of Khyber</b>		
<i>Associate Company</i>		
Share of profit	392,600,676	446,256,826
Dividend received	424,279,454	-
<b>Others</b>		
<b>Remuneration to directors and other key management personnel:</b>		
Chief Executive Officer	12,266,067	12,266,067
Director	10,221,722	10,221,722
Executives	777,043,834	620,589,932
	799,531,623	643,077,721

In addition to the above, the Company maintained cars are provided to the chief executive officer, director and executives.

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	-----Rupees-----	
<b>Balances</b>		
<b>Plastiflex Films (Private) Limited</b>		
-(Payable) / Receivable from associate - net	(4,971,713)	18,574
<b>Hudson Pharma (Private) Limited</b>		
- Payable to subsidiary against purchase	(250,337,000)	-
<b>Ismail Resin (Private) Limited</b>		
- Payable to subsidiary against purchase	(290,296,000)	(23,847,800)

## 22 FAIR VALUE MEASUREMENT

The Company's policies with the regards to fair value measurement are consistent with those disclosed in the annual financial statements for the year ended June 30, 2025. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended June 30, 2025.

The carrying values of financial assets and liabilities approximate their fair values. The table below analyzes financial assets that are measured at fair value, by valuation method.

The different levels have been defined as follows:

- Level 1 : Quoted prices in active markets for identical assets and liabilities;
- Level 2 : Observable inputs; and
- Level 3 : Unobservable inputs

The Company held the following financial assets at fair value;

	December 31, 2025			Total	June 30, 2025
	(Level 1)	(Level 2)	(Level 3)		
	-----Rupees-----				
Investment in associated company	5,151,248,463	-	-	5,151,248,463	5,253,186,740
Short term investment: fair value through OCI	808,855,387	-	-	808,855,387	918,419,065
Short term investment: fair value through Profit and Loss	2,507,299,574	-	-	2,507,299,574	304,308,772
	<b>8,467,403,424</b>	-	-	<b>8,467,403,424</b>	<b>6,475,914,577</b>

## 23 FINANCIAL RISK MANAGEMENT

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

## 24 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on February 18, 2026 by the Board of Directors of the Company.

  
Munsarim Saifullah  
Chief Executive Officer

  
Maqsood Ismail Ahmed  
Director

  
Ahmed Raza Parekh  
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM  
FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED  
DECEMBER 31, 2025**

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2025**

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		-----Rupees-----	
<b>ASSETS</b>	<b>Note</b>		
<b>Non-current assets</b>			
Property, plant and equipment	7	50,964,934,835	46,290,003,286
Right-of-use assets	7	1,167,193,927	1,204,363,692
Goodwill		12,173,553	12,173,553
Long term investments		5,151,248,463	5,253,186,740
Long term deposits		38,489,932	31,876,598
<b>Total non-current assets</b>		<b>57,334,040,710</b>	<b>52,791,603,869</b>
<b>Current assets</b>			
Stores and spares		1,141,696,378	992,390,389
Stock-in-trade	8	25,097,127,882	22,969,311,101
Trade debts	9	18,964,700,552	15,758,507,990
Loans and advances		3,422,078,790	4,045,414,448
Loan to associate	10	-	350,000,000
Trade deposits and short-term prepayments		99,662,793	50,770,912
Short term investments	11	13,827,482,585	3,546,270,096
Other receivables		9,990,315,925	8,810,958,369
Taxation and levies - net		3,807,988,747	3,493,212,032
Cash and bank balances	12	2,388,034,811	1,471,877,809
<b>Total current assets</b>		<b>78,739,088,463</b>	<b>61,488,713,146</b>
<b>Total assets</b>		<b>136,073,129,173</b>	<b>114,280,317,015</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized share capital			
250,000,000 (June 30, 2025: 250,000,000) ordinary shares of Rs. 10 each		2,500,000,000	2,500,000,000
Issued, subscribed and paid-up share capital		663,569,400	663,569,400
Non-controlling interest		566,331,937	700,200,615
Reserves		26,075,234,122	24,821,458,913
<b>Total shareholders' equity</b>		<b>27,305,135,459</b>	<b>26,185,228,928</b>
<b>Non-current liabilities</b>			
Long-term finances - secured	13	34,762,788,295	30,573,078,878
Lease liabilities		1,217,553,405	1,217,553,405
Deferred liabilities		3,745,506,440	3,539,092,077
<b>Total non-current liabilities</b>		<b>39,725,848,140</b>	<b>35,329,724,360</b>
<b>Current liabilities</b>			
Trade and other payables	14	20,765,232,749	14,085,361,914
Accrued mark-up		1,225,555,791	1,055,710,443
Short term finances - secured	15	28,572,717,604	21,020,018,369
Islamic Redeemable Sukuk		8,000,000,000	8,000,000,000
Current portion of:			
- long-term finances - secured	13	8,737,523,040	6,973,105,660
- lease liabilities		4,661,873	9,516,997
Unclaimed dividend		6,310,574	5,965,586
Advances from customers - unsecured		1,730,143,943	1,615,684,758
<b>Total current liabilities</b>		<b>69,042,145,574</b>	<b>52,765,363,727</b>
<b>Total liabilities</b>		<b>108,767,993,714</b>	<b>88,095,088,087</b>
<b>Total equity and liabilities</b>		<b>136,073,129,173</b>	<b>114,280,317,015</b>
<b>Contingencies and commitments</b>	16		

The annexed selected notes from 1 to 24 form an integral part of these consolidated condensed interim financial statements.

  
**Munsarim Saifullah**  
 Chief Executive Officer

  
**Maqsood Ismail Ahmed**  
 Director

  
**Ahmed Raza Parekh**  
 Chief Financial Officer

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

	Note	Six-months Period Ended		Three-months Period Ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
		Rupees	Rupees	Rupees	Rupees
<b>Sales - gross</b>	18.1	72,752,659,690	69,799,513,319	37,403,586,926	34,362,928,412
Sales returns and discounts		(2,123,813,333)	(1,914,040,304)	(1,101,748,177)	(1,010,396,172)
Export rebate		197,399,592	23,059,368	183,926,940	17,573,210
		(1,926,413,741)	(1,890,980,936)	(917,821,237)	(992,822,962)
		70,826,245,949	67,908,532,383	36,485,765,689	33,370,105,450
Sales tax		(8,105,494,760)	(7,058,605,776)	(4,119,274,898)	(3,726,269,761)
<b>Sales - net</b>		62,720,751,189	60,849,926,607	32,366,490,791	29,643,835,689
Cost of sales	18.1	(51,183,417,639)	(48,552,908,706)	(26,090,119,067)	(23,463,121,714)
<b>Gross profit</b>		11,537,333,550	12,297,017,901	6,276,371,724	6,180,713,975
Selling and distribution expenses		(5,138,043,796)	(5,289,996,799)	(2,784,956,265)	(2,832,914,224)
Administrative expenses		(1,127,931,080)	(1,006,434,477)	(563,452,197)	(508,473,306)
<b>Operating profit</b>		5,271,358,674	6,000,586,625	2,927,963,262	2,839,326,445
Other operating expenses		(351,577,375)	(354,620,894)	(193,284,797)	(169,985,084)
Other income		804,070,245	665,921,659	357,024,685	393,854,456
		5,723,851,544	6,311,887,390	3,091,703,150	3,063,195,817
Finance cost		(3,199,189,036)	(4,232,420,099)	(1,555,473,140)	(1,739,072,551)
		2,524,662,508	2,079,467,291	1,536,230,010	1,324,123,266
Share of profit from associated company - net		392,600,676	446,256,826	-	260,578,015
<b>Profit before levies and taxation</b>		2,917,263,184	2,525,724,117	1,536,230,010	1,584,701,281
Levies - Final and Minimum tax		(785,449,683)	(694,204,476)	(406,194,059)	(317,198,343)
Taxation		(575,049,895)	(206,370,802)	(309,438,336)	(167,158,774)
<b>Profit after levies and taxation</b>		1,556,763,606	1,625,148,839	820,597,615	1,100,344,164
<b>Profit for the period attributable to:</b>					
Shareholders of the Holding Company		1,690,632,284	1,941,643,971	871,804,082	1,193,181,352
Non-controlling interest		(133,868,678)	(316,495,132)	(51,206,467)	(92,837,188)
		1,556,763,606	1,625,148,839	820,597,615	1,100,344,164
<b>Other Comprehensive income / (loss)</b>					
<i>Item that will not be reclassified to consolidated statement of profit or loss in subsequent periods</i>					
Share of other comprehensive (loss) / income from associated company - net of tax		(59,720,574)	132,814,612	(59,720,574)	193,861,650
Exchange difference on translation of foreign operations		(49,829,201)	-	(49,829,201)	-
Unrealized gain / (loss) on remeasurement of investment classified as fair value through OCI - net of tax		4,477,400	(28,950,250)	3,660,000	(28,950,250)
Other comprehensive income / (loss) for the period - net of tax		(105,072,375)	103,864,362	(105,889,775)	164,911,400
<b>Total comprehensive income for the period</b>		1,451,691,231	1,729,013,201	714,707,840	1,265,255,564
<b>Total comprehensive income for the period attributable to:</b>					
Shareholders of the Holding Company		1,585,559,909	2,045,508,333	765,914,307	1,358,092,752
Non-controlling interest		(133,868,678)	(316,495,132)	(51,206,467)	(92,837,188)
		1,451,691,231	1,729,013,201	714,707,840	1,265,255,564
<b>Earnings per share - basic &amp; diluted</b>	19	25.48	29.26	13.14	17.98

The annexed selected notes from 1 to 24 form an integral part of these consolidated condensed interim financial statements.

  
Munsarim Saifullah  
Chief Executive Officer

  
Maqsood Ismail Ahmed  
Director

  
Ahmed Raza Parekh  
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2025**

Issued, subscribed and paid-up share capital	Total Reserves						Non-controlling Interest	Total shareholders' equity		
	Capital reserve		Revenue reserve			Total reserves				
	Share premium	Amalgamation reserves	Re-measurement of investment in associated company	Foreign Currency Translation Reserve	Re-measurement of investments at fair value through OCI				Unappropriated profit	
663,569,400	1,472,531,500	916,862,067	(206,233,725)	-	(12,466,400)	18,933,669,807	21,104,363,249	893,490,560	22,661,423,209	
-	-	-	-	-	-	1,941,643,971	1,941,643,971	(316,495,132)	1,625,148,839	
-	-	-	-	-	(28,950,259)	-	(28,950,259)	-	(28,950,259)	
-	-	-	-	-	-	-	-	312,500,000	312,500,000	
-	-	-	-	132,814,612	-	-	132,814,612	-	132,814,612	
-	-	-	-	132,814,612	-	-	2,045,508,333	(3,995,132)	2,041,513,201	
-	-	-	-	-	-	(663,569,400)	(663,569,400)	-	(663,569,400)	
-	-	-	-	-	-	(41,416,650)	20,211,744,378	22,486,302,182	889,495,428	24,039,567,110
663,569,400	1,472,531,500	916,862,067	(73,419,113)	-	-	(33,529,700)	22,468,686,504	24,821,458,913	700,206,615	26,185,228,928
663,569,400	1,472,531,500	916,862,067	(47,062,121)	43,970,663	-	1,690,632,284	1,690,632,284	(133,868,678)	1,556,763,606	
-	-	-	-	-	-	4,477,400	4,477,400	-	4,477,400	
-	-	-	-	(49,829,201)	-	-	(49,829,201)	-	(49,829,201)	
-	-	-	-	(59,720,574)	-	-	(59,720,574)	-	(59,720,574)	
-	-	-	-	(59,720,574)	-	-	1,385,559,909	-	1,325,839,335	
-	-	-	-	(49,829,201)	-	-	1,385,559,909	-	1,335,730,708	
663,569,400	1,472,531,500	916,862,067	(106,782,695)	(5,858,538)	(29,052,300)	23,827,534,088	26,075,234,122	566,331,937	27,305,135,459	

**Balance as at July 01, 2024 - audited**

**Total comprehensive income / (loss) for the period**

Profit for the six months period ended December 31, 2024  
Unrealized loss on remeasurement of investment classified as fair value through OCI - net of tax

Equity attributable to non-controlling interests

Share of other comprehensive profit from associated company - net of tax

Total comprehensive income / (loss) for the period

Final cash dividend for the year ended June 30, 2024 @ Rs. 10

per share

**Balance as at December 31, 2024**

Total comprehensive income / (loss) for the period

Profit/(loss) for the six months period ended December 31, 2025

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

Effects of exchange rate changes on value of foreign operations net of tax

Share of other comprehensive loss from associated company -

Total comprehensive (loss) / income for the period

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

per share

**Balance as at December 31, 2025**

The annexed selected notes from 1 to 24 form an integral part of these consolidated condensed interim financial statements.

  
**Munsarim Saifullah**  
Chief Executive Officer

  
**Maqsood Ismail Ahmed**  
Director

  
**Ahmed Raza Parekh**  
Chief Financial Officer

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

		December 31, 2025	December 31, 2024
	Note	-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations after working capital changes	17	8,668,141,427	8,843,133,986
Gratuity paid		(61,664,276)	(164,411,723)
Income tax paid		(1,519,236,157)	(1,443,667,735)
Long-term deposits - net		(6,613,334)	(1,552,725)
<b>Net cash generated from operating activities</b>		<b>7,080,627,660</b>	<b>7,233,501,803</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure (including CWIP)		(6,742,990,543)	(2,048,508,459)
Issuance of shares to non-controlling interest		-	312,500,000
Payments for short-term investment		(2,083,324,725)	(50,517,688,772)
Receipt from associate against dividend		424,279,454	-
Proceeds from disposal of property, plant and equipment		146,206,871	98,581,148
<b>Net cash used in investing activities</b>		<b>(8,255,828,943)</b>	<b>(52,155,116,083)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Receipts / (Payments) from long term finances - net		5,954,126,800	(2,033,118,526)
Lease repayments		(4,855,124)	(6,251,745)
Short term finances - (repaid) / obtained		(1,903,753,273)	60,194,959,781
Payments against Islamic redeemable sukuk		-	(5,000,000,000)
Finance cost paid		(3,029,343,688)	(4,079,572,854)
Dividends paid		(331,439,712)	(662,832,107)
<b>Net cash generated from financing activities</b>		<b>684,735,003</b>	<b>48,413,184,549</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(490,466,280)</b>	<b>3,491,570,269</b>
Cash and cash equivalents at the beginning of the period		(2,642,887,287)	(5,340,922,165)
Effects of exchange rate changes on cash and cash equivalents		(49,829,226)	-
<b>Cash and cash equivalents at the end of the period</b>		<b>(3,183,182,793)</b>	<b>(1,849,351,896)</b>
Cash and bank balances	12	2,388,034,811	2,058,784,299
Running finances utilized under mark-up arrangement		(13,571,217,604)	(3,908,136,195)
Short term investment having maturity upto 3 months		8,000,000,000	-
		<b>(3,183,182,793)</b>	<b>(1,849,351,896)</b>

The annexed selected notes from 1 to 24 form an integral part of these consolidated condensed interim financial statements.

  
**Munsarim Saifullah**  
 Chief Executive Officer

  
**Maqsood Ismail Ahmed**  
 Director

  
**Ahmed Raza Parekh**  
 Chief Financial Officer

## NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTHS PERIOD ENDED DECEMBER 31, 2025

### 1 LEGAL STATUS AND OPERATIONS

The Group consist of:

**Holding Company:** Ismail Industries Limited

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

#### a) Ismail Industries Limited

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

#### b) Hudson Pharma (Private) Limited

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

#### c) Ismail Resin (Private) Limited

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

#### d) Bisconni Middle East Manufacturing LLC

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

### 2 SIGNIFICANT EVENTS & TRANSACTIONS

During the six-months period, there was no significant event occurred.

### 3 STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements of the Group 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; and
- Provisions of and directives issued under the Companies Act, 2017.

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

3.1 These consolidated condensed interim financial statements do not include all the information and disclosures required for consolidated annual audited financial statements, and should be read in conjunction with the consolidated annual audited financial statements of the Group for the year ended June 30, 2025.

### 4 BASIS OF CONSOLIDATION

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

The condensed interim financial statements of the subsidiary company has been consolidated on line by line basis. The carrying value of investments held by the holding company is eliminated against the subsidiary's share capital and pre-acquisition reserve.

Non-controlling interest has been presented as a separate line item in these consolidated condensed interim financial statements. All material intercompany transactions/ balances have been eliminated.

#### 4.1 Functional and presentation currency

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

#### 4.2 Standard, Amendment or interpretation to published approved accounting standards

##### 4.2.1 Standards, amendments and interpretations to the published standards that may be relevant to the Group and adopted in the current period

There are certain amendment and interpretations to the accounting and reporting standards which are mandatory for the Group's annual accounting period which began on or after July 1, 2025. However, these do not have any significant impact on the Group's financial reporting.

#### 4.2.2 Standards and amendments to approved accounting and reporting standards that are not yet effective.

There are certain amendment and interpretations to the accounting and reporting standards that will be mandatory for the Group's annual accounting period which beginning on or after July 1, 2025. However, these will not have any impact on the Group's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

#### 5 MATERIAL ACCOUNTING POLICIES

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

#### 6 USE OF JUDGEMENTS / ESTIMATES AND FINANCIAL RISK MANAGEMENT

The estimates / judgements and associated assumptions used in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the consolidated financial statements of the Group for the year ended June 30, 2025.

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

	Note	(Un-audited)	(Audited)
		December 31, 2025	June 30, 2025
<b>7 PROPERTY, PLANT AND EQUIPMENT</b>		-----Rupees-----	
Operating assets	7.1	43,417,758,215	43,434,300,549
Capital work in progress - at cost	7.2	7,547,176,620	2,855,702,737
		<b>50,964,934,835</b>	<b>46,290,003,286</b>
Right-of-use assets		<b>1,167,193,927</b>	<b>1,204,363,692</b>

7.1 Detail of additions and disposals to operating assets and right-of-use assets during the six-months period are as follows:

(Un-audited)				
Additions/Transfers		Disposals		
-----At cost-----		-----At net book value-----		
December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	
-----Rupees-----				
<b>Owned assets</b>				
Building on leasehold land	299,003,855	767,654,290	-	-
Plant and machinery	1,287,913,262	526,524,045	-	-
Furniture and fittings	14,022,870	4,537,852	-	-
Equipment	107,531,228	39,832,194	-	101,505
Computers	9,702,486	17,249,183	2,830,562	1,849,166
Vehicles	343,802,736	256,348,314	87,798,183	71,449,407
	<b>2,061,976,437</b>	<b>1,612,145,878</b>	<b>90,628,745</b>	<b>73,400,078</b>

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

(Un-audited)				
Additions		Transfers		
-----At cost-----				
December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	
-----Rupees-----				
Civil works	1,160,207,920	1,011,317,021	299,003,855	767,654,290
Plant and machinery	5,016,491,548	700,332,648	1,287,762,936	526,524,046
Equipment and Furniture	223,095,304	60,548,738	121,554,098	41,657,490
	<b>6,399,794,772</b>	<b>1,772,198,407</b>	<b>1,708,320,889</b>	<b>1,335,835,826</b>

	Note	(Un-audited)	(Audited)
		December 31, 2025	June 30, 2025
<b>8 STOCK-IN-TRADE</b>		-----Rupees-----	
Raw materials	8.1	13,445,958,831	11,717,309,152
Packing materials		2,225,284,087	2,018,333,780
Work-in-process		715,532,534	646,949,545
Finished goods		8,710,352,430	8,586,718,624
		<b>25,097,127,882</b>	<b>22,969,311,101</b>

8.1 This includes raw materials in transit amounting to Rs. 3,241.62 million (June 2025: Rs. 1,085.80 million).

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>9 TRADE DEBTS</b>		
Considered goods		
- Export debtors - secured	6,472,851,014	3,992,602,693
- Local debtors - unsecured	12,753,108,807	12,015,855,176
	19,225,959,821	16,008,457,869
Allowance for expected credit loss	(261,259,269)	(249,949,879)
	<b>18,964,700,552</b>	<b>15,758,507,990</b>
<b>10 LOANS TO ASSOCIATE - unsecured</b>		
Innovita Nutrition (Private) Limited	10.1	-
		350,000,000
		<b>-</b>
		<b>350,000,000</b>
10.1 The group entered into short term financing agreement with its associate for extending revolving line of credit for meeting their working capital requirements. These carry mark-up at the rates ranging from 10.50% to 11% (June 2025: 11% to 21.30%) per annum.		
	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	-----Rupees-----	
<b>11 SHORT TERM INVESTMENTS</b>		
<b>Held at:</b>		
Amortised cost having maturity above 3 months	2,511,327,624	2,323,542,259
Amortised cost having maturity upto 3 months	8,000,000,000	-
Fair value through other comprehensive income	808,855,387	918,419,065
Fair value through profit and loss	2,507,299,574	304,308,772
	<b>13,827,482,585</b>	<b>3,546,270,096</b>
<b>12 CASH AND BANK BALANCES</b>		
Cash in hand	72,414,050	8,055,170
Cash with banks in:		
- current accounts- <i>conventional</i>	1,758,145,377	552,341,133
- current accounts- <i>islamic</i>	557,475,384	911,481,506
	<b>2,388,034,811</b>	<b>1,471,877,809</b>
<b>13 LONG TERM FINANCES - secured</b>		
	(Un-audited)	(Audited)
	December 31, 2025	June 30, 2025
	-----Rupees-----	
	Conventional	Islamic
	Total	Total
At beginning of the period / year	21,693,289,887	15,852,894,649
	37,546,184,536	24,187,636,341
Obtained during the period / year	3,048,667,340	6,291,420,283
	9,340,087,623	10,723,463,740
Repaid during the period / year	(2,494,137,555)	(891,823,269)
	(3,385,960,824)	(5,078,416,418)
	22,247,819,672	21,252,491,663
	43,500,311,335	15,852,894,649
Less: Current maturity	(5,335,438,338)	(3,402,084,702)
	(8,737,523,040)	(1,858,282,783)
	16,912,381,334	17,850,406,961
	34,762,788,295	16,578,467,010
	30,573,078,878	30,573,078,878
13.1 These represent financing for property, plant and equipment. The above mentioned facilities are secured by way of creation of equitable mortgage and pari-passu / ranking charge over present and future fixed assets of the Group and personal guarantees of directors. Further terms and conditions are consistent with financial information as presented in the consolidated financial statements of the Group for the year ended June 30, 2025.		
13.2 The Group's total limit for long term loan amounting to Rs. 61,419 million. (June 2025: Rs. 58,299 million).		
	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	-----Rupees-----	
<b>14 TRADE AND OTHER PAYABLES</b>		
Trade creditors	16,638,308,127	11,704,691,863
Other liabilities	4,126,924,622	2,380,670,051
	<b>20,765,232,749</b>	<b>14,085,361,914</b>

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
<b>15 SHORT TERM FINANCES - SECURED</b>		
Term financing	3,500,000,000	2,874,944,969
Export refinances	11,501,500,000	13,801,499,996
Finance against discounting of export bills	-	228,808,308
Running finance utilized under mark-up arrangement	13,571,217,604	4,114,765,096
	<b>28,572,717,604</b>	<b>21,020,018,369</b>

## 16 CONTINGENCIES AND COMMITMENTS

### 16.1 Contingencies

16.1.1 Except note no. 16.1.2, 16.1.3 & 16.1.4 there are no material changes in the status of contingencies as reported in note no. 30 to the consolidated financial statements of the Group for the year ended June 30, 2025

16.1.2 As disclosed in Note 30.1.10 of the consolidated financial statements for the year ended June 30, 2025, during the period, the Honourable high court decided the matter in favour of the holding Company, and the disputed amount of Rs 57.99 million was adjusted from the SSGC bill for the month of December 2025 which is paid in January 2026.

16.1.3 As disclosed in Note 30.1.12 of the consolidated financial statements for the year ended June 30, 2025, during the period, the petition was dismissed. Subsequently, the Holding Company has filed FCPLA No. 1/2025 before the Federal Constitutional Court, which is pending for hearing. However, the Holding Company has recognized the provision of levy in its financial statements. The legal counsel is very confident that matter will be decided in the favor of the Holding Company.

16.1.4 The Holding Company filed a Constitutional Petition No. CP-811/2025 before the Honourable High Court of Peshawar, challenging the imposition of Infrastructure & Development Cess under the Khyber Pakhtunkhwa Infrastructure Development Cess Act, 2022, on the grounds of legal infirmities in the Act. The Honourable Court granted interim relief, restraining recovery of the levy subject to the furnishing of post-dated cheques equivalent to the levy amount. The petition was subsequently disposed of against the Holding Company. The Holding Company has filed FCPLA No. 649/2025 before the Federal Constitutional Court wherein the leave has been granted and is pending for hearing. The legal counsel is very confident that matter will be decided in the favor of the Holding Company.

### 16.2 Commitments

16.2.1 Outstanding letter of guarantees

16.2.2 Cross Corporate guarantees issued on behalf of associated company

16.2.3 Outstanding letters of credit for:

- capital expenditures

- raw material

16.3 With reference to the contingencies and commitments of associated company, The Bank of Khyber (BOK), please refer the note 22 of condensed interim financial statement for the nine month ended September 30, 2025 of associated Company.

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	-----Rupees-----	
	5,267,766,288	5,701,291,356
	<b>150,000,000</b>	<b>375,000,000</b>
	574,869,068	2,760,649,589
	<b>6,291,540,176</b>	<b>8,569,637,756</b>

		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
		-----Rupees-----	
<b>17 CASH GENERATED FROM OPERATIONS AFTER WORKING CAPITAL CHANGES</b>	<b>Note</b>		
Profit before levies and taxation		2,917,263,184	2,525,724,117
<b>Adjustments for non-cash and other items:</b>			
Depreciation		1,990,596,234	2,202,450,389
Amortization charge		-	166,667
Gain on disposal of property, plant and equipment - net		(55,578,125)	(25,181,070)
Provision for staff retirement gratuity		98,628,214	143,839,440
Provision for doubtful debts		11,309,390	-
Provision for slow moving - stock in trade		73,322,094	(17,727,126)
Share of profit from associated company - net		(392,600,676)	(446,256,826)
Unrealized exchange gain on short term investment		(191,874,540)	(48,491,187)
Unrealized exchange loss		46,417,192	39,836,312
Finance cost		3,199,189,036	4,232,420,099
Net increase in working capital	17.1	971,469,425	236,353,171
Cash generated from operations after working capital changes		<u>8,668,141,427</u>	<u>8,843,133,986</u>
<b>17.1 Working capital changes</b>			
<b>Current assets</b>			
<b>Decrease / (Increase) in current assets</b>			
Stores and spares		(149,305,989)	(100,375,883)
Stock-in-trade		(2,201,138,875)	2,800,088,679
Trade debts		(3,217,501,952)	(1,800,135,606)
Loan and advances		623,335,658	1,031,209,238
Loans to associate		350,000,000	(317,913,980)
Trade deposits and short-term prepayments		(48,891,881)	4,248,776
Other receivables		(1,179,357,556)	(748,579,923)
		(5,822,860,595)	868,541,301
<b>Current liabilities</b>			
<b>Increase / (Decrease) in current liabilities</b>			
Trade and other payables		6,679,870,835	(667,439,757)
Advances from customers - unsecured		114,459,185	35,251,627
		6,794,330,020	(632,188,130)
<b>Net increase in working capital</b>		<u>971,469,425</u>	<u>236,353,171</u>

**8 SEGMENT INFORMATION**  
 A segment is a distinguishable component of the Group that is engaged in business activities from which the Group can recognize and measure expenses and its results are regularly reviewed by the Group's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance. Further, management monitors operating performance and profit or loss of the Group segmented into the following three operating segments:  
 - Food segment  
 - Plastic segment  
 - Other segment  
 Management monitors the operating results of these mentioned segments separately for the purpose of making decisions about resources to be allocated and of assessing performance.  
 Segment revenue, segment result, costs, assets and liabilities for the period are as follows:

	Food segment			Plastic segment			Other segment			Total		
	(Un-audited)			(Un-audited)			(Un-audited)			(Un-audited)		
	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023
<b>Disaggregation of revenue</b>												
Sales	28,379,297,891	25,417,093,320	8,346,094,652	8,922,866,782	1,970,934,320	67,657,453,152	859,684,423	357,995,216	37,857,933,806	3,921,312,222	18,228,832,948	3,718,322,886
Cost of sales	(4,364,855,881)	(2,942,224,518)	(904,208,616)	(1,737,321,214)	(3,878,322,886)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)
Export duties												
Net sales	(1,018,803,669)	(77,168,237)	(6,094,978)	(1,737,321,214)	(3,878,322,886)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)	(5,808,572,283)
Sales tax	(5,693,258,166)	(2,351,035,767)	(1,564,533,329)	(2,651,535,156)	(2,217,417,417)	(3,430,650,573)	(2,217,417,417)	(2,217,417,417)	(2,217,417,417)	(2,217,417,417)	(2,217,417,417)	(2,217,417,417)
Net sales	(24,885,997,145)	(22,519,373,564)	(6,849,081,340)	(6,737,107,446)	(1,614,346,566)	(32,456,690,779)	(29,432,335,699)	(29,432,335,699)	(29,432,335,699)	(29,432,335,699)	(29,432,335,699)	(29,432,335,699)
Cost of sales	(1,092,409,788)	(748,880,073)	(424,209,530)	(1,022,220,202)	(1,654,444,228)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)
Cost of sales	(6,864,994,792)	(3,977,668,843)	(63,000,929)	(6,907,171,851)	(19,629,282)	(564,452,197)	(564,452,197)	(564,452,197)	(564,452,197)	(564,452,197)	(564,452,197)	(564,452,197)
Administrative expenses	(1,092,409,788)	(748,880,073)	(424,209,530)	(1,022,220,202)	(1,654,444,228)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)
Segment result	(1,092,409,788)	(748,880,073)	(424,209,530)	(1,022,220,202)	(1,654,444,228)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)
Unallocated income and expenses	(1,092,409,788)	(748,880,073)	(424,209,530)	(1,022,220,202)	(1,654,444,228)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)	(2,948,956,369)
Other operating income												
Other operating expenses												
Share of profit from associated companies												
Profit/(Loss) from operations												
Income tax												
Profit after income and taxation												
Food segment	(U-audited)											
December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2023
Plastic segment	(U-audited)											
December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2023
Other segment	(U-audited)											
December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2025	December 31, 2024	December 31, 2023	December 31, 2023
Total												
Food segment	65,363,442,393	61,417,703,320	49,210,318,119	49,210,318,119	38,453,093,627	2,886,489,943	2,786,489,943	2,786,489,943	2,786,489,943	2,786,489,943	2,786,489,943	2,786,489,943
Plastic segment	15,909,078,649	8,317,761,250	23,112,709,763	14,737,766,637	68,243,872	1,907,614,236	69,906,456,286	24,622,908,354	69,906,456,286	24,622,908,354	69,906,456,286	24,622,908,354
Other segment	15,909,078,649	8,317,761,250	23,112,709,763	14,737,766,637	68,243,872	1,907,614,236	106,367,973,131	88,075,088,874	106,367,973,131	88,075,088,874	106,367,973,131	88,075,088,874

**8.6** There were no inter segment transactions of the Company during the period. (Dec 2024 nil)  
**8.7** The Group's operating expenses are allocated to the segments on the basis of the nature of the transaction and business.  
**8.8** World food program is the major customer of the Group which constituted 16 percent or more of the Group's revenue.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
-----Rupees-----			
<b>18.9 RECONCILIATION OF REPORTABLE SEGMENT</b>	<b>Note</b>		
<b>ASSETS AND LIABILITIES</b>			
<b>Assets</b>			
Total assets for reportable segments	18.2	116,564,850,456	102,600,763,198
Administrative capital assets		2,079,354,966	2,517,923,429
Good will		12,173,553	12,173,553
Long term investments		5,151,248,463	5,253,186,740
Short term investments		12,265,501,736	3,546,270,096
Loan to associate		-	350,000,000
Total assets		<u>136,073,129,173</u>	<u>114,280,317,016</u>
<b>Liabilities</b>			
Total liabilities for reportable segments	18.4	40,902,424,286	24,962,898,763
Deferred tax liabilities		2,657,448,135	3,539,092,077
Long term finance - secured		32,118,836,053	30,573,078,878
Short term finances - secured		25,089,285,240	21,020,018,369
Islamic Redeemable Sukuk		8,000,000,000	8,000,000,000
Total liabilities		<u>108,767,993,714</u>	<u>88,095,088,087</u>
		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
-----Rupees-----			
<b>19 EARNINGS PER SHARE - Basic and Diluted</b>			
<b>Basic earnings per share</b>			
Profit for the period attributable to Shareholders of Holding Company		1,690,632,284	1,941,643,971
		----- (Number of shares) -----	
Weighted average number of ordinary shares at December 31		66,356,940	66,356,940
		----- (Rupees) -----	
Basic and diluted earnings per share		25.48	29.26
As at December 31, 2025 there is no diluted effect on the basic earnings per share of the Holding Company.			
		(Un-audited) December 31, 2025	(Audited) June 30, 2025
-----Rupees-----			
<b>20 SHARIAH COMPLIANT DISCLOSURE</b>			
<b>20.1 Statement of Financial Position (Islamic Mode)</b>			
- Bank deposit and bank balances		557,475,384	911,481,506
Short Term Investments		50,036,667	43,770,000
Term finance			
- Long term finance		22,152,491,663	16,752,894,649
- Short term finance		2,500,000,000	2,724,952,500
- Redeemable sukuk		8,000,000,000	8,000,000,000
- Running finance		10,710,262,185	2,806,779,838
Accrued Markup			
- Long term finance		239,239,927	77,163,561
- Short term finance		76,300,241	60,535,445
- Redeemable Sukuk		225,662,853	280,614,036
- Running Finance		105,472,143	62,270,162
		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
-----Rupees-----			
<b>20.2 Statement of Comprehensive Income</b>			
- Revenue earned from a Shariah-compliant business segment		72,752,659,690	69,799,513,319
- Profit received from Islamic mode of financing		1,210,778	1,306,540
- Profit paid on Islamic mode of financing		1,565,400,467	2,158,006,779
<b>20.3 Takaful operators</b>			
The Group has Takaful relationship with EFU General Insurance Ltd.			
<b>21 TRANSACTIONS AND BALANCES WITH RELATED PARTIES</b>			
Detail of transactions and balances with related parties during the period, other than those which have been specifically disclosed elsewhere in the consolidated condensed interim financial statements are as follows:			

	(Un-audited)	
	December 31, 2025	December 31, 2024
<b>Transactions</b>	-----Rupees-----	
<b>Plastiflex Films (Private) Limited</b>		
<i>Common Directorship</i>		
- Purchase of raw and packing materials	15,464,428	14,412,606
- Metallization service	(3,862,335)	(1,247,361)
- Recovery against sales	3,880,909	1,825,650
- Payment against purchases	(10,492,715)	(3,717,033)
<b>Innovita Nutrition (private) Limited</b>		
<i>Common Directorship</i>		
- Purchase of goods	1,037,563,789	945,780,455
- Payment against purchases	(1,000,000,000)	(824,938,071)
<b>The Bank of Khyber</b>		
<i>Associate Company</i>		
Share of profit	392,600,676	446,256,826
Dividend received	424,279,454	-
<b>Others</b>		
<b>Remuneration to directors and other key management personnel:</b>		
Chief Executive Officer	16,841,067	12,832,133
Directors	20,134,222	18,518,447
Executives	855,962,291	684,819,187
	892,937,580	716,169,767

In addition to the above, the Group maintained cars are provided to the chief executive officer, directors and executives.

	(Un-audited)	(Audited)
	December 31, 2025	June 30, 2025
<b>Balances</b>		
<b>Plastiflex Films (Private) Limited</b>		
-(Payable) / Receivable from associate - net	(4,971,713)	18,574

## 22 FAIR VALUE MEASUREMENT

The Group's policies with the regards to fair value measurement are consistent with those disclosed in the annual financial statements for the year ended June 30, 2025. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Group for the year ended June 30, 2025.

The carrying values of financial assets and liabilities approximate their fair values. The table below analyzes financial assets that are measured at fair value, by valuation method.

The different levels have been defined as follows:

- Level 1 : Quoted prices in active markets for identical assets and liabilities;
- Level 2 : Observable inputs; and
- Level 3 : Unobservable inputs

The Group held the following financial assets at fair value;

	December 31, 2025			Total	June 30, 2025
	(Level 1)	(Level 2)	(Level 3)		
	-----Rupees-----				
Investment in associated undertaking	5,151,248,463	-	-	5,151,248,463	5,253,186,740
Short term investment: fair value through OCI	808,855,387	-	-	808,855,387	918,419,065
Short term investment: fair value through Profit and Loss	2,507,299,573	-	-	2,507,299,573	304,308,772
	8,467,403,422	-	-	8,467,403,422	6,475,914,577

## 23 FINANCIAL RISK MANAGEMENT

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

## 24 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on February 18, 2026 by the Board of Directors of the Group.



**Munsarim Saifullah**  
Chief Executive Officer



**Maqsood Ismail Ahmed**  
Director



**Ahmed Raza Parekh**  
Chief Financial Officer



ISMAIL  
INDUSTRIES  
LIMITED

**HEAD OFFICE**

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UNIT-5: 38-C, 39, 39- A, 42-C, SUNDAR INDUSTRIAL ESTATE,  
RAIWIND ROAD, LAHORE, PAKISTAN. TEL: (92-42) 36140972

UNIT-6: D-91, D-92 & D-94 NORTH WESTERN INDUSTRIAL ZONE,  
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UNIT-7: E164 TO E-168, NORTH WESTERN ZONE,  
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UNIT-8: E154 TO E-157, NORTH WESTERN INDUSTRIAL ZONE,  
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UNIT-10: E164 TO E-168, NORTH WESTERN ZONE,  
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