



Committed
Optimist
Resilient
Eco-Friendly

Interim Financial Report for the half year ended June 30, 2025 (Un-audited)



## Vision

Transform into a sustainable fertilizer company boosting agricultural performance through local, integrated manufacturing of all key nutrients.

## **Mission**

To develop into an innovative player among the Farming Community through Quality Products and Services contributing towards National Food Security.

### Redefining Agritech's Vision and Mission: A Future-Ready Approach

A Vision for Sustainability, Growth, and Agricultural Excellence

Agritech envisions transforming into a sustainable fertilizer company, emphasizing efficient resource utilization, responsible production, and long-term environmental viability. By focusing on boosting agricultural performance, the Company aims to enhance crop yields and productivity, ensuring farmers have access to high-quality, locally manufactured key nutrients for sustainable growth.

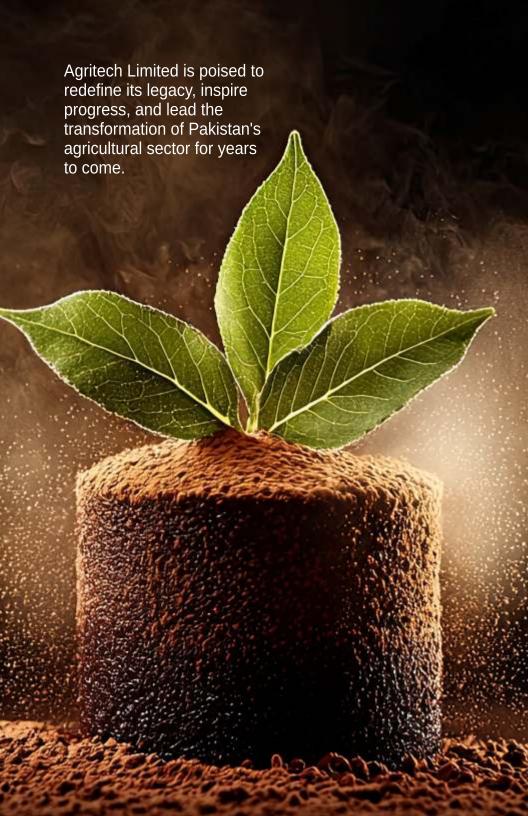
A Mission Driven by Innovation, Quality, and National Impact

Agritech's mission reflects a consumer-first approach, evolving from a fertilizer manufacturer to an innovative partner of the farming community. Through superior products, agronomic support, and sustainability-focused solutions, the Company strengthens its commitment to national food security, ensuring a stable agricultural future and economic prosperity.

Aligning with CORE Values for a Sustainable Future

The revised Vision and Mission align with Agritech's CORE philosophy—Committed, Optimist, Resilient, Eco-Friendly—establishing a unified corporate culture. This transformation ensures Agritech remains a leader in Pakistan's agricultural sector, committed to innovation, sustainability, and long-term value creation.

With this new guiding framework, Agritech Limited is poised to redefine its legacy, inspire progress, and lead the transformation of Pakistan's agricultural sector for years to come.



### **Contents**

Company Information	02
Directors' Review Report	03
Independent Auditor's Review Report	08
Condensed Interim Statement of Financial Position	09
Condensed Interim Statement of Profit or Loss	10
Condensed Interim Statement of Comprehensive Income	11
Condensed Interim Statement of Changes in Equity	12
Condensed Interim Statement of Cash Flows	13
Notes to the Condensed Interim Financial Statements	14



### Company Information

#### **Board of Directors**

Lt. Gen. Anwar Ali Hyder, HI(M) (Retd)

#### Chairman

Syed Bakhtiyar Kazmi Mr. Jahangir Piracha Mr. Sayeed Tariq Saigol Mr. Waleed Tariq Saigol Syed Mohsin Raza Naqvi

Ms. Sima Kamil

Syed Zibber Mohiuddin Mr. Hasan Ahmed

Mr. Muhammad Faisal Muzammil

Chief Executive Officer

#### **Board Audit Committee**

Syed Zibber Mohiuddin

Chairman

Syed Bakhtiyar Kazmi Syed Mohsin Raza Naqvi Mr. Hasan Ahmed Ms. Asma Irfan (Secretary)

#### **Human Resource & Remuneration Committee**

Ms. Sima Kamil

### Chairperson

Mr. Jahangir Piracha Syed Mohsin Raza Naqvi Ms. Asma Irfan (Secretary)

### **Chief Financial Officer**

Mr. Moeez ur Rehman Slehria

### Company Secretary & Head of Legal

Ms. Asma Irfan

### **Head of Internal Audit**

Mr. Sohaib Roomy Salih

### **Legal Advisor**

Mr. Wasif Majeed Lexium Attorneys At Law 61-C, Main Gulberg, Lahore Ph: +92 42 35870961-63

Web: wasif.majeed@lexiumlaw.com

### Shares Registrar

Corplink (Pvt.) Ltd.

Wings Arcade, 1 - K Commercial, Model Town, Lahore

Ph: +92 (42) 35916714 – 19 Fax: +92 (42) 35839182 Web: shares@corplink.com.pk

#### Auditors

Grant Thornton Anjum Rahman Chartered Accountants, Lahore 135 Ferozepur Road, Lahore Ph: +92 42 37423621 -23

#### Bankers

#### Islamic

Al baraka Bank (Pakistan) Limited
BankIslami Pakistan Limited

Bank Makramah Limited (Formerly Summit Bank Limited)

Dubai Islamic Bank Pakistan Limited

Faysal Bank Limited

#### Conventional

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Citi Bank N.A. Pakistan
Habilo Bank Limited
JS Bank Limited
MCB Bank Limited
National Bank of Pakistan

Silkbank Limited
Soneri Bank Limited

Standard Chartered Bank (Pakistan) Limited

The Bank of Punjab United Bank Limited

### **Registered Office**

Askari Corporate Tower, 4th Floor 75-76, Block D 1, Main Boulevard Gulberg III, Lahore.

Ph: +92 (0) 42 36401000-3 Fax: +92 (0) 42 37897691 Email: corporate@pafl.com.pk

### Project

#### Locations

Unit-I

### Urea Plant

Iskanderabad, District Mianwali. Ph: +92 (0) 459 392346-49

Heie H

### GSSP Plant

Hattar Road, Haripur.

Ph: +92 (0) 995 353544 -353641

### **Directors' Review Report**

The Directors of Agritech Limited (the "Company"), together with the management team, are pleased to present the Interim Report along with the Reviewed Financial Statements for the six-month period ended June 30, 2025.

#### Overview of Fertilizer Industry

During the first half of 2025, Urea production increased by 3% to 3,299 K tons compared to 3,208 K tons in the same period last year. This growth was primarily attributed to uninterrupted gas supply to all plants, including those connected to the SNGPL network. However, Urea offtake dropped significantly by 23%, standing at 2,351 K tons against 3,037 K tons in the corresponding period of 2024. This decline was mainly due to weak farm economics, reduced wheat cultivation area, and water shortages. Consequently, the Urea availability in the country with closing inventory at 1,278 K tons as of June 2025 was 197% higher versus 431 K tons recorded at the end of June 2024.

The Company produced 168 K tons of Urea during the period (178K tons in 2024), against an installed capacity of 215 K tons, and sold 147 K tons (147 K tons in 2024).

Offtake of Phosphate fertilizers, the second most essential plant nutrient, declined by 14% to 292 K tons (measured as  $P_2O_5$  nutrients) during the first half of 2025, compared to 337 K tons in the same period last year. The decline was driven by weak farm economics of major crops including wheat, cotton, rice and maize and high international phosphate prices, which hampered farmers' affordability. Production of phosphate fertilizers also declined by 3%, totaling 278 K tons of nutrients versus 289 K tons last year. DAP prices, which were around US\$ 640–645 per ton CFR Karachi at the beginning of the year, began to rise from mid-March and peaked at US\$ 770 per ton towards the end of the period. Phosphatic fertilizer lead by DAP imports also saw a decline of 4% during the period under review versus last year same period.

As a leading producer of Single Super Phosphate (SSP), the Company manufactured 38 K tons during the review period (39 K tons in 2024) and sold 23 K tons (compared to 27 K tons in 2024).

#### Financial Highlights

	Half year ended June 30, 2025 Rs. in Million	Half year ended June 30, 2024 Rs. in Million
Sales - Net	13,208	14,306
Gross profit	2,082	2,347
Operating Profit	5,017	2,207
Finance cost	(2,024)	(3,474)
Profit / (Loss) before Tax	2,993	(1,266)
Profit / (Loss) after Tax	2,241	(1,235)
Profit / (Loss) per share (Rs.)	3.74	(2.06)

### Modification in the Auditor's report

### **Emphasis of Matter Paragraph**

Auditor has given Emphasis of matter paragraph which states as "We draw attention towards the following: Note 24.2 to the accompanying interim financial statements, wherein it is stated that the Company is defending legal suits filed by certain financial institutions for recovery of their dues. Our conclusion is not qualified in this respect."

### **Explanation to Modifications of Auditor's Report**

The Company has implemented the duly approved Scheme of Arrangement ('SOA') via issuance of Preference Shares for principal and Term Finance Certificates (TFCs) for markup as of December 31, 2013 to restructure the Company's long-term debt. Additionally, bilateral settlements of short-term obligations have reduced debt levels, paving the way for withdrawal of suits filed by the lenders.



### Significant Event

During the period under review, the Company converted 148,430,175 preference shares held by Maple Leaf Cement Factory Limited (MLCF), Fauji Fertilizer Company Limited (FFCL), Askari Bank Limited (related parties of the Company), and JS Bank Limited into 174,439,105 ordinary shares. The number of ordinary shares issued to each shareholder are as follows:

FFCL: 91,666,021, MLCF: 55,571,094, Askari Bank Limited: 21,532,995, and JS Bank: 5,668,995.

As a result of this conversion, the Company's ordinary shares have increased from 424,645,119 to 599,084,224.

### Other Highlights

We are pleased to announce the successful completion of the expansion of our SSP plant that increases annual capacity to 110K tons of GSSP, marking a significant milestone in our pursuit of operational excellence and sustainable growth. The expansion of the SSP plant in addition to the production capacity increase also improves the plant efficiency.

#### **Future Outlook**

During the first half of 2025, the domestic fertilizer market continued to face a long supply situation, with urea inventories reaching approximately 1.3 million tons by the end of June 2025 including the buffer stock equivalent to one month urea production in the country. A notable recovery in urea offtake was witnessed in June 2025 as Kharif sowing picks up pace for the key kharif crops Rice and Maize.

The urea demand outlook during the later part of the year looks promising with the improvement in the water availability, GOP particularly Punjab Government support to farmers through Kissan Card, likely better wheat crop economics for upcoming Rabi and wide spread urea availability owing to all plants being operational.

### Composition of new Board

Subsequent to the acquisition of Company equity by Fauji Foundation, Fauji Fertilizer Company Limited, Maple Leaf Cement Factory Limited and Maple Leaf Capital Limited, the new BOD was elected on 28th April 2025, comprising six members representing these organizations, while 3 independent directors were also elected.

### Acknowledgement

The Board takes this opportunity to thank the Company's valued customers and the financial institutions whose faith and support over the years has cultivated a mutually beneficial relationship, playing a key role in the growth of the businesses.

The Board also wishes to place on record its appreciation for the employees of the Company. The sustainability of business in the difficult business environment was possible due to their hard work and commitment.

For and on behalf of the Board

Lt. Gen. Anwar Ali Hyder, HI(M) (Retd)

Chairman

Date: August 05, 2025

Mr. Muhammad Faisal Muzammil Chief Executive Officer

## ڈائریکٹرز کی جائزہ رپورٹ

ا مگری ٹیکے لمیٹڈ ("سکمپنی") کے ڈائز بکٹرز اور شنجنٹ ٹیم چیاہ کی مدت، جو 30 جون 2025 کونتم ہوئی، کے لیے عبوری رپورٹ اور نظر ثانی شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوٹی محسوں کررہے ہیں۔

### كهادكي صنعت كاجائزه

2025 کی پہلی ششماہی کے دوران پوریا کی پیداوار میں 30 اضافہ ہوا جو3,208 ہزار ٹن سے بڑھ کر299، ہزار ٹن ہوگئی۔ یہ اضافہ بنیادی طور پر تمام پلانٹس، بشول SNGPL دینے ورک سے نسلک پلانٹس، گوگس کی باقتطل فراہمی کی وجہ سے ممکن ہوا۔ تاہم، پوریا کی فروخت (آف ٹیک) میں نمایال طور پر 23 کی واقع ہوئی، جو 2024 کی اس مدت میں 3,037 ہزار ٹن سے کم ہوکر 2,351 ہزار ٹن پر آگئی۔ اس کی کی اہم وجو بات کم ورزر قل معیشت، گندم کے زیرکا شت رقبے میں کی، اور پانی کی قلت تحسیر۔ اس کے منتیج میں جو ن 2024 کے آخر میں بوریا کی دستیا بی دستیا بی دستیا بی 1978 ہزار ٹن رہی، جو کہ جون 2024 کے آخر میں موجود 431 ہزار ٹن کے مقابلے میں 197 زیادہ مجال

کمپنی نے اس مدت کے دوران 168 ہزارٹن یوریا تیار کیا (2024 میں 178 ہزارٹن ) جبکہ نصب شدہ پیداواری صلاحیت 215 ہزارٹن ہے، اور 147 ہزارٹن فروخت کیے (2024 میں بھی 147 ہزارٹن )۔

فاسفیٹ کھاد، جو پودوں کے لیے دوسراسب سے اہم غذائی جز ہے، کی فروخت میں پھی 14 × کی واقع ہوئی، جو کہ 2024 کے ای عرصے میں 337 ہزارٹن (P2O5 جو کہ غذائی عضر ہے ) سے کم ہوکر 292 ہزارٹن رو گئی۔ اس کی کی وجہ بزی فسلوں جیسے گندم، کیا ہی، چا ول اور مگئی کی کمز ورزا میں معیشت اور بین الاقوامی فاسفیٹ تیمتوں میں اضافہ تھی، جس سے کسانوں کی استطاعت متاثر ہوئی۔ فاسفیٹ کھاد کی پیداوار میں بھی 3 × کی واقع ہوئی، جو کہ پیچلے سال کے 289 ہزارٹن کے مقابلے میں 278 ہزارٹن رہی سال کے آغاز میں 64 کی فیتنیں تقریباً 64گئی کی ڈالر فی میں 270 امریکی ڈالر فی مقان میں 270 امریکی ڈالر فی مقان میں 64 کی دیکھی گئی۔ فاسفیٹ کھاد، خاص طور پر DAP کی درآ ہدات، میں بھی گزشتہ سال کے 189 محتا کے میں 44 کی دیکھی گئی۔

SSP (سنگل سپر فاسفیٹ) کی معروف تیارکنندہ کمپنی کے طور پر بمپنی نے اس عرصے کے دوران 38 ہزارٹن SSP تیارکیا (2024 میں 39 ہزارٹن ) اور 23 ہزارٹن فروخت کیا (2024 میں 27 ہزارٹن )۔

مالی جملکیاں (روپیلین ش)

30 بون 2024 تختر ششماى	30 بون 2025 مختررششمای	تنسيل
14,306	13,208	نيٺ سيلز
2,347	2,082	نیٹ پیلز مجموی منافخ
2,207	5,017	آپریٹنگ نفع
(3,474)	(2,024)	مالياتي لاگت
(1,266)	2,993	نفح ا( نقصان ) قبل از نیک نفح ا( نقصان ) بعداز نیک
(1,235)	2,241	نفع/(نقصان) بعداز نیکس
(2.06)	3.74	نفع ( نقصان ) فی شیئر رو بے

آ ڈیٹر کی رپورٹ <del>میں ترمی</del>م

ابك اہم توجہ طلب معاملہ

آؤیٹر نے اپنی رپورٹ میں ایک اہم توج طلب معاملہ شامل کیا ہے، جس میں کہا گیا ہے: ہم درج ذیل کی طرف توجہ دلاتے میں انٹر م مالیاتی بیانات کے نوٹ نمبر 24.2 میں بید

بیان کیا گیا ہے کہ کمپنی کچھ مالیاتی اداروں کی جانب سے دائز کر دہ مقدمات کا دفاع کر رہی ہے، جواپنے واجبات کی وصولی کے لیے دائز کیے گئے ہیں۔ ہماری رائے اس حوالے سے مشر وطنیس ہے۔

### آ ڈیٹر کی جائزہ رپورٹ میں ترمیم کی وضاحت

کمپنی نے 31 دیمبر 2013 کواپنے طویل مدتی قرضے کی تنظیم نو کے لیے منظور شدہ منصوبہ بندی سیم کے تحت ترجیجی شیئرز اور مارک اپ کے لیے ٹرم فنانس سرٹیفکیٹس جاری کیے اس کے ساتھ ساتھ قلیل مدتی قرضے کے باہمی تصفیے کی بدولت کمپنی کے قرض کی سطح میں گئی آئی ہے، جس کے بتیج میں قرض د ہندگان کی جانب سے دائر کیے گئے مقدمات والیس لیے جارہے ہیں۔

### اہم پیش رفت

جائزہ کی مدت کے دوران بھپنی نے درج ذیل اداروں کے پاس موجود 148,430,175 ترجیجی شیئرز کو 174,439,105 عام شیئرز میں تبدیل کر دیا جمپلی لیف سینٹ فیکٹری کمیٹیڈ (ایم ایل می ایف) بنوجی فرٹیلائز رکمپنی کمیٹیڈ (ایف ایف می ایل) عمکری بینیک کمیٹیڈ (جو کمپنی کے متعلقہ فریقین میں شامل ہے)، جالیں بینک کمیٹئہ ہرشیئر جولڈرکو جاری کیے گئے عام شیئرز کی تعداد درج ذیل ہے

الف الف يالي:91,666,021 الم الن كالف:55,571,094 عسكرى بينك:21,532,995 اورج الس بينك: 95,668,995

اس تبدیلی کے منتیجے میں کمپنی کے عام ثیم ز کی مجموعی تعداد 424,645,119 سے بڑھ کر 599,084,224 ہوگئی ہے۔

### دىگرنمايال نكات

ہم بیاعلان کرتے ہوئے خوشی محسوں کررہے ہیں کہ ہمارے SSP بلانٹ کی توسیع کامیابی ہے مکمل ہو چکی ہے، جس کے نتیجے میں سالانہ پیداداری صلاحیت 110 ہزار ٹن GSSP تک بڑھ گئی ہے۔ یہ کینی کی کملی بھتر کی اور یا ئیدار تی کے سفر میں ایک اہم سٹک میں ہے۔

اس توسیع کے نتیج میں صرف بیداواری صلاحیت میں اضافہ نبیں ہوا، بلکہ پلانٹ کی کارکر دگی میں بھی بہتری آئی ہے۔

### مستقتل كإجائزه

2025 کی پہلی ششماہی کے دوران ملکی کھاد کی مارکیٹ کوطویل رسد کی صورتھال کا سامنا رہا، اور جون2025 کے آخرتک یوریا کے ذخائرتقریباً 3.3 ملین ٹن تک پڑنچ گئے،جس میں ملک کی ایک ماہ کی بدریا پیدادار کے برا برجھانتی زاخائر بھی شامل ہے۔

جون2025 میں بوریا کی فروخت میں نمایاں بہتری دیکھنے میں آئی، کیونکہ ٹریف سیزن کی بوائی (خاص طور پرچاول اور کئی کی فصلوں) کاعمل تیزی سے شروع ہوا۔سال کے بقیہ ھسے میں بوریا کی طلب کامنظرنامہ امیدا فزاہے، کیونکہ: پائی کی دستیانی میں بہتری متوقع ہے، حکومت ، جناب کی کسان کارڈ کے ذریعے کسانوں کو امداد آنے والے رہیج سیزن کے لیے گندم کی بہتر معافی صورتحال، اور نمام یوریا پایڈش کا کمل طور پرفعال ہونا یوریا کی وسیح دستیابی کویٹینی بناتا ہے۔

### نے بورڈ آف ڈائر یکٹرز کی تشکیل

سمپنی کے شیئرز کے فوجی فاؤنڈیش، فوجی فرٹیلائز مکپنی لمیٹڈ، میل لیف سینٹ فیکٹری لمیٹڈ، اور میل لیف کمپیٹل لمیٹٹری جانب سے حصول کے بعد، نیا بورڈ آف ڈائز میکٹرز28 اپر 2025 کونتی کیا گیا۔

ئے بورڈ میں ان اداروں کی نمائند گی کرنے والے چھ(6) ارا کین شامل ہیں، جبکہ تین (3) آزادڈ ائر کیٹرز بھی منتخب کیے گئے۔

# ڈائر یکٹرز کی جائزہ رپورٹ

اظهارتشكر

بورڈاس موقع پر کینی کےمعز زصارفین اور مالیاتی ادارول کا تہددل ہے شکر بیادا کرتا ہے، جن کے اعتاد اور تعاون نے برسوں سے کمپنی کے ساتھ ایک مفیدشرا کی رشتہ قائم کیا، جو سمپنی کی ترقی میں کلیدی کردارادا کرتار ہاہے۔

بورڈ مپنی کے تمام ملاز مین کی محت اور عزم کی بھی قدر کرتا ہے ، جن کی کوششوں ہے مشکل کاروباری حالات میں بھی کاروبارکو برقر اررکھناممکن ہوا۔

لیفنٹ جزل انو علی حیور (HI(M) (ریٹائرڈ) چیمزمین

ميرفيصل موال جمد فيصل موال چيف انگيزيكؤا فيسر

تاریخ:05اگست2025ء



### INDEPENDENT AUDITOR'S REVIEW REPORT

### To the members of Agritech Limited

### Report on review of Condensed Interim Financial Statements

#### Introduction

We have reviewed the accompanying condensed interim statement of financial position of Agritech Limited as at June 30, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these 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 statements Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### Conclusion

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

### **Emphasis of Matter Paragraph**

We draw attention towards the following;

 Note 24.2 to the accompanying interim financial statements, wherein it is stated that the Company is defending legal suits filed by certain financial institutions for recovery of their dues.

Our conclusion is not qualified in respect of the above matter.

### Other Matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim profit or loss account and condensed interim statement of comprehensive income for the three months period ended June 30, 2025 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Muhammad Khalid Aziz.

Grant Thornton Anium Rahman

Chartered Accountants

Karachi

August 21, 2025

UDIN # RR202510154TL7NaM9QS



### Condensed Interim Statement of Financial Position (Un-Audited) As at 30 June 2025

		(Un-audited)	(Audited)
		June 30, 2025	December 31, 2024
	Note	Rupees	
EQUITY AND LIABILITIES		-	
Authorized share capital		35,000,000,000	35,000,000,000
Share capital and reserves			
Issued, subscribed and paid-up ordinary share capital	5	5,990,842,240	4,246,451,190
Reserve		9,000,000	9,000,000
Accumulated loss		(23,843,073,807)	(26,535,202,341)
Surplus on revaluation of property,			
plant and equipment - net of tax		31,560,964,249	32,011,890,851
		13,717,732,682	9,732,139,700
Non-current liabilities			
Redeemable capital - secured	6	4,005,380,364	3,706,686,309
Long term finances - secured		496,666,908	378,257,093
Convertible, redeemable preference shares	7	206,080	1,484,507,830
Non convertible, redeemable preference shares	8	18,542,697,500	18,542,697,500
Deferred liabilities		9,599,544,484	9,748,041,961
		32,644,495,336	33,860,190,693
Current liabilities			
Current portion of long term borrowings - secured		138,279,331	132,117,894
Preference dividend payable	9	28,055,508,188	28,729,605,359
Short term borrowings - secured	10	1,806,809,812	2,057,907,728
Trade and other payables	11	4,866,571,297	7,748,451,751
Provision for taxation - net		538,011,643	-
Interest / mark-up accrued on borrowings		2,651,139,484	2,747,602,634
		38,056,319,755	41,415,685,366
Contingencies and commitments	12		-
		84,418,547,773	85,008,015,759
<u>ASSETS</u>			
Non-current assets			
Property, plant and equipment	13	65,958,318,815	66,694,254,492
Intangible assets		-	143,915
Long term loans and advances - considered good		31,275,564	27,099,031
Long term deposits - unsecured, considered good		61,058,130	60,949,562
Comment		66,050,652,509	66,782,447,000
Current assets		2 276 606 995	2 206 602 024
Stores, spares and loose tools Stock-in-trade	14	2,276,606,885	2,396,692,934
Trade debts - secured	14	6,363,638,981	4,398,932,477 45,796,140
Advances, deposits, prepayments and other receivables	15	3,843,675,352	
Tax refunds due from Government -net	13	3,043,073,332	4,150,137,988 26,994,252
Short term investments	16	5,260,865,991	6,783,987,635
Cash and bank balances	10	623,108,055	423,027,333
Cush and ballix balances		18,367,895,264	18,225,568,759
		84,418,547,773	85,008,015,759
		04,410,347,773	05,000,015,759

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

**Chief Executive Officer** 

Director



# Condensed Interim Statement of Profit or Loss (Un-audited) For the six months period ended 30 June 2025

		6 months period ended		For the quarter ended	
		30 June	30 June	April to June	April to June
	Note	2025	2024	2025	2024
			Rupe	es	
Sales - net	17	13,208,460,966	14,306,098,611	5,664,349,001	5,065,448,297
Cost of sales		(11,126,660,199)	(11,959,135,747)	(4,462,772,585)	(4,352,019,443)
Gross profit		2,081,800,767	2,346,962,864	1,201,576,416	713,428,854
Selling and distribution expenses		(924,345,011)	(401,143,463)	(578,033,874)	(158,625,507)
Administrative and general expenses		(465,318,947)	(415,943,173)	(238,835,039)	(249,771,878)
Other expenses		(524,894,445)	(1,187,732)	(524,894,445)	(70,589)
		(1,914,558,403)	(818,274,368)	(1,341,763,358)	(408,467,974)
Other income	18	4,849,656,188	678,797,491	4,433,265,059	299,615,047
Operating profit for the period		5,016,898,552	2,207,485,987	4,293,078,117	604,575,927
Finance cost	19	(2,023,503,183)	(3,473,824,200)	(999,990,615)	(1,723,175,293)
Profit / (Loss) before final & minimum taxes and taxation		2,993,395,369	(1,266,338,213)	3,293,087,502	(1,118,599,366)
Final and Minimum Taxes		(900,732,461)	(245,733,712)	(774,223,763)	(84,334,390)
Profit / (Loss) before taxation		2,092,662,908	(1,512,071,925)	2,518,863,739	(1,202,933,756)
Taxation		148,539,024	276,882,146	(39,236,637)	140,437,410
Profit / (Loss) after taxation	<b>2,241,201,932</b> (1,235,189,779) <b>2,479,6</b>			2,479,627,102	(1,062,496,346)
Profit / (Loss) per share - basic and diluted		3.74	(2.06)	4.14	(1.77)

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

Chairman

**Chief Executive Officer** 

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Director Chief Financial Officer

## Condensed Interim Statement of Comprehensive Income (Un-audited) For the six months period ended 30 June 2025

	6 months p	eriod ended	For the quarter ended		
	<b>30 June</b> 30 June		April to June	April to June	
	2025	2024	2025	2024	
		Rup	ees		
Profit / (Loss) after taxation	2,241,201,932	(1,235,189,779)	2,479,627,102	(1,062,496,346)	
Other comprehensive income for the period	-	-	-	-	
Total comprehensive Income / (Loss) for the period	2,241,201,932	(1,235,189,779)	2,479,627,102	(1,062,496,346)	

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

Chairman

**Chief Executive Officer** 

Director



As at 30 June 2025

### Condensed Interim Statement of Changes in Equity (Un-audited) For the six months period ended 30 June 2025

5,990,842,240

31,560,964,249

		Capital Reserve	Revenue	Reserves	
	Ordinary Share Capital	Surplus on revaluation property, plant and equipment - net of tax	Revenue Reserve	Accumulated Loss	Total Equity
			Rupees		
As at 01 January 2024	3,924,300,000	32,998,144,218	9,000,000	(23,858,874,985)	13,072,569,233
Loss for the period ended June 30, 2024	-	-	-	(1,235,189,779)	(1,235,189,779)
Total comprehensive loss for the period ended 30 June 2024	-	-	-	(1,235,189,779)	(1,235,189,779)
Surplus transferred to accumulated losses on account of: incremental depreciation on property, plant and equipment - net of deferred tax	-	(451,766,464)	-	451,766,464	-
Transactions with owners:					
Issuance of ordinary shares during the period	322,151,190	-	-	-	322,151,190
As at 30 June 2024	4,246,451,190	32,546,377,754	9,000,000	(24,642,298,300)	12,159,530,644
As at 01 January 2025	4,246,451,190	32,011,890,851	9,000,000	(26,535,202,341)	9,732,139,700
Profit for the period ended June 30, 2025	-	-	-	2,241,201,932	2,241,201,932
Total comprehensive income for the period ended 30 June 2025	-	-	-	2,241,201,932	2,241,201,932
Surplus transferred to accumulated losses on account of:					
incremental depreciation on property, plant and equipment - net of deferred tax	-	(450,926,602)	-	450,926,602	-
Transactions with owners:					
Issuance of ordinary shares during the period	1,744,391,050	-	-	-	1,744,391,050

9,000,000

(23,843,073,807)

13.717.732.682

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

### Condensed Interim Statement of Cash Flows (Un-audited) For the six months Period ended 30 June 2025

		6 months period ended	
		30 June	30 June
		2025	2024
	Note	Rupe	es
Cash flows from operating activities			
Cash used in operations	21	(1,126,891,818)	(61,273,989)
Income tax paid		(335,685,019)	(224,067,008)
Staff retirement benefits paid		(1,512,290)	(883,007)
Long term loans and advances		(4,176,533)	426,076
Long term deposits - net		(108,568)	(176,400)
Net cash used in operating activities		(1,468,374,228)	(285,974,328)
Cash flows from investing activities			
Capital expenditure incurred		(229,379,176)	(265,324,669)
Interest income received		505,701,458	673,592,638
Proceeds from disposal of property, plant and equipment		5,000	1,134,500
Short term investments redeemed during the period - net		1,523,121,644	190,339,167
Net cash from investing activities		1,799,448,926	599,741,636
Cash flows from financing activities			
Increase/(Decrease) in borrowings - net		583,669,214	(132,664,236)
Finance cost paid		(4,467,306)	(4,443,229)
Net cash (used in) financing activities		579,201,908	(137,107,465)
Net increase in cash and cash equivalents		910,276,606	176,659,843
Cash and cash equivalents at the beginning of period		(1,389,413,193)	(2,009,046,937)
Cash and cash equivalents at the end of period	23	(479,136,587)	(1,832,387,094)

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

**Chief Executive Officer** 

Director



### 1 Reporting entity

Agritech Limited ("the Company") was incorporated in Pakistan on 15 December 1959 as an unlisted Public Limited Company under the repealed Companies Act, 1913 (now the Companies Act, 2017). The shares of the Company are quoted on Pakistan Stock Exchange. The principal business of the Company is the production and sale of Urea and Granulated Single Super Phosphate ("GSSP") fertilizers.

### 2 Significant transactions and events affecting the Company's financial position and performance

- -During the period, 148,430,175 preference shares have been converted into 174,439,105 ordinary shares. During such process, unpaid dividend has also been adjusted as per terms of their agreement, which has resulted into gain of Rs. 1,971.16 million which has been credited to Statement of Profit or Loss.
- -During the period, running finance facilities of The Bank of Punjab and Al Baraka Bank Pakistan Limited amounting to Rs. 39.90 million and Rs. 211.19 million respectively have been restructured and accordingly classified as long term borrowings in these interim financial statements.

### 3 Basis of preparation

### 3.1 Statement of compliance

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

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

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

### 3.2 Basis of accounting

- -These condensed interim financial statements comprise the condensed interim statement of financial position of Agritech Limited ("the Company") as at 30 June 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.
- -These condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements for the year ended on 31 December 2024.
- -Comparative condensed interim statement of financial position's numbers are extracted from the annual audited financial statements of the Company for the year ended 31 December 2024, whereas comparative interim statement of profit or loss, interim statement of comprehensive income, interim statement of cash flows and interim statement of changes in equity and related notes are stated from unaudited condensed interim financial statements of the Company for the six months period ended 30 June 2024.
- -These condensed interim financial statements are unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of the Pakistan Stock Exchange Limited.

These condensed interim financial statements are prepared on a going concern basis and do not include any adjustments relating to the realization of its assets and liquidation of any liabilities that might be necessary should the Company be unable to continue as a going concern.

### 3.3 Judgments and estimates

The preparation of condensed interim financial statements require management to make judgments, estimates and assumptions for the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing these condensed interim

financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation were the same as those that were applied to the financial statements as at and for the year ended 31 December 2024.

### 3.4 Going concern assumption

As of 30 June 2025, current liabilities of the Company have exceeded its current assets by Rs. 19,688 million and the Company has accumulated loss of Rs. 23,843 million. These financial statements have been prepared on going concern basis due to following mitigating factors:

- -Strong Urea demand has grown at CAGR of ~2% since 2018, increasing to 6.6 million tons per annum. Future growing urea demand can only be met by running all plants (including Agritech Urea plant) having installed capacity of ~6.6 million tons;
- -Gross profit rose significantly in Q2, increasing from Rs. 713 million to Rs. 1,202 million, reflecting strong operational performance;
- -In 2024/2025, two major conglomerates—Fauji Fertilizer Company (FFCL) and Maple Leaf Group—acquired a combined 84% stake (FFC/Fauji Foundation: 44%, Maple Leaf Group: 40%). Their deep expertise, especially FFC's experience in fertilizer operations, is expected to drive future growth;
- -The gradual SBP's policy rate cut from 22% in December 2023 to 11% in May 2025 has significantly lowered the Company's financing costs;
- -The SOA implementation—via issuance of Preference Shares for principal and Term Finance Certificates (TFCs) for markup as of December 31, 2013—has restructured the Company's long-term debt. Additionally, bilateral settlements of short-term obligations have reduced debt levels, paving the way for withdrawn of suits filed by the lenders.
- -In order to ensure consistent gas supply to the Company's urea plant, a proposal is submitted to GOP for the supply of gas to all fertilizer plants from the new reservoirs in the Mari gas field producing low BTU gas. The supply shall be on firm allocation basis and solve the gas supply issue of the company on a long term basis.

### 4 Statement of consistency in accounting policies

5

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended 31 December 2024.

	Note	June 30, 2025 Un-audited	Audited
		Rupees	Rupees
Issued, subscribed and paid up ordinary share capital			
Class A ordinary shares of Rs. 10 each			
590,084,224 (2024 : 415,645,119)			
shares issued fully paid in cash	5.1	5,900,842,240	4,156,451,190
9,000,000 (2024 : 9,000,000)			
shares issued for consideration other than cash		90,000,000	90,000,000
		5,990,842,240	4,246,451,190

5.1 Ordinary Shares of the Company held by related parties / associated undertakings at period end are as follows:

	(Percentage held)	(Number of shares)
Combined shareholding of Fauji Fertilizer Company Limited (FFCL) & Fauji Foundation	44%	265,875,272
Combined Shareholding of Maple Leaf Cement Factory Limited (MLCI & Maple Leaf Capital Limited (MLCL)	F) 40%	240,333,429
Askari Bank Limited (WECE)	7%	41,397,892

7

20,608 (2024: 148,450,783) shares

## Notes to the Condensed Interim Financial Statements (Un-audited) For the six months period ended 30 June 2025

		June 30, 2025	December 31, 2024
		Un-audited	Audited
6	Redeemable capital - secured	Rupees	Rupees
	Privately Placed Term Finance Certificates (PPTFCs)	4,005,380,364	3,706,686,309
		4,005,380,364	3,706,686,309

6.1 The Company has issued these instruments in pursuance of approved Scheme of Arrangements. These instruments carry zero mark-up/Profit and are payable to the instrument holders in the form of a bullet payment by the end of December 2026.

	June 30, 2025	December 31, 2024
	Un-audited	Audited
	Rupees	Rupees
Principal	5,066,725,000	5,066,725,000
Less: PV adjustment	(1,061,344,636)	(1,360,038,691)
	4,005,380,364	3,706,686,309

6.2 Terms and conditions are same as those disclosed in annual financial statements for the year ended 31 December 2024.

June 30, 2025

206,080

206,080

December 31, 2024

1,484,507,830

1,484,507,830

6.3 Increase in Redeemable Capital-secured is due to Unwinding of present value of PPTFCs.

	Un-audited	Audited
	Rupees	Rupees
Convertible, redeemable preference shares		
Preference shares of Rs. 10 each fully paid in cash		

- 7.1 The preference shareholders have a preferred right of dividend at the rate of 11% per annum on cumulative basis.
- 7.2 During the period, 148,430,175 preference shares has been converted into 174,439,105 ordinary shares.

			June 30, 2025 Un-audited	December 31, 2024 Audited
		Note	Rupees	Rupees
8	Non convertible, redeemable preference shares			
	Preference shares of Rs. 10 each			
	1,854,269,750 (2024: 1,854,269,750) shares	8.1	18,542,697,500	18,542,697,500
			18,542,697,500	18,542,697,500

8.1 This represents local currency, non-listed, redeemable, non convertible and cumulative preference shares with limited voting rights, issued at the rate of Rs. 10 per share under the agreement between the Company and various lenders / investors under the Scheme of Arrangement sanctioned by Honorable Lahore High Court (LHC) on June 03, 2022, effective from 31 December, 2013.

The Company shall have option to redeem these preference shares plus any accumulated unpaid dividends in full or in part, within ninety days after the expiry of first anniversary from the date of issue and subsequently, every anniversary thereafter, by giving at least thirty days notice.

The preference shareholders have a preferred right of dividend @ 1 Year KIBOR + 4% per annum on cumulative basis.

### 17

## Notes to the Condensed Interim Financial Statements (Un-audited) For the six months period ended 30 June 2025

**8.2** Preference shares of the Company held by associated undertakings / related parties are as follows:

		(Number of shares)	
		June 30, 2025	December 31, 2024
	Fauji Fertilizer Company Limited (FFCL)	540,969,164	438,651,233
	Maple Leaf Cement Factory Limited (MLCF)	321,965,391	71,046,092
	Askari Bank Limited (Askari)	89,845,743	89,845,743
		952,780,298	599,543,068
		June 30, 2025 Un-audited	December 31, 2024 Audited
		Rupees	Rupees
9	Preference dividend payable		
	Dividend on:		
	Convertible & redeemable preference shares	309,743	2,191,296,243
	Non convertible & redeemable preference shares	28,055,198,445	26,538,309,116
		28,055,508,188	28,729,605,359

9.1 During the period, 148,430,175 preference shares has been converted into 174,439,105 ordinary shares. During such process, unpaid dividend has also been adjusted as per terms of agreement. This has resulted into gain of Rs. 1,971.16 million which has been credited into Statement of Profit or Loss.

### 10 Short term borrowings - secured

All terms and conditions applicable on these facilities are same as those disclosed in annual audited financial statements for the year ended 31 December 2024. Running finance facilities of The Bank of Punjab and Al Baraka Bank Pakistan Limited amounting to Rs. 39,901,899 and Rs. 211,186,019 respectively have been restructured and accordingly classified as long term borrowings.

			June 30, 2025 Un-audited	December 31, 2024 Audited
		Note	Rupees	Rupees
11	Trade and other payables			
	Trade and other creditors	11.1	3,756,254,097	5,647,891,924
	Accrued liabilities		468,001,221	522,179,983
	Advances from customers		349,775,445	1,316,560,695
	Others		292,540,534	261,819,149
			4,866,571,297	7,748,451,751

- 11.1 This includes current portion of GIDC payable amounting to Rs. 3,041 million (2024 Rs. 3,041 million). During year 2020, the Company filed petition against recovery of GIDC which has been decided in year 2021 in favor of the Company holding that GIDC is not payable till the exercise of factual determination of GIDC liability is finalized by the higher powered committee formed in compliance of the Supreme Court order.
- 11.2 During the period, the Company has reversed late payment surcharge amounting to Rs. 2,148 million which had been recognized in prior years financial statements. Further, no late payment surcharge has been recognized during this period as management understands that there are remote chances of recovery of such late payment surcharge as its recovery is halted due to stay of courts.



### 12 Contingencies and commitments

### 12.1 Contingencies

There are no material changes in contingencies as disclosed in annual audited financials for year ended 31 December 2024, except for the followings:

- 12.1.1 Audit of the Sales Tax affairs for the Tax Year 2017 to 2020 and Income Tax affairs for the Tax Years 2015 to 2020 of the company is currently ongoing. A stay was also obtained from Lahore High Court (LHC) on these audit proceedings. Later on, stay was expired and Deputy Commissioner Inland Revenue (DCIR) passed orders against the Company in respect of tax years 2015, 2016, 2018 & 2019. For tax year 2015 and 2016, demand of Rs. 3,702.65 million and 3,930.16 million respectively was created on account of income tax affairs. Appeals to the Commissioner Inland Revenue —Appeals (CIR-A) had been filed against the orders for these tax years. The CIR-A disposed off the Appeal with the direction for the Department to reconsider the matter. The Department filed an appeal to Appellate Tribunal Inland Revenue (ATIR) for the tax year 2015, which has been remanded back to the Department vide order dated 11 December 2024. The Department filed reference to the Honorable Lahore High Court which has been dismissed by the Court on 11-03-2025. However, no review petition has been filed by the Department so far and accordingly, no related provision has been made in these interim financial statements.
- 12.1.2 The Company filed return for the Tax Year 2021 declaring taxable income of Rs. 254.99 million (before the adjustment of losses and tax depreciation) and a taxable loss of Rs. 148.57 million (after the adjustment of tax depreciation and amortization). The ACIR initiated proceedings under section 122 of the Ordinance for the amendment of the assessment. An order was passed under section 122(5A) of the Ordinance on 20 Sep 2024, through which demand amounting to Rs. 25.13 million was created and loss was curtailed to Rs. 68.27 million. The Company, being aggrieved, filed appeal before ATIR. During the current period, ATIR has annulled the order of the ACIR. However, the Department has not gone into appeal against such decision of ATIR so far and accordingly, no related provision/adjustment has been made in these interim financial statements.
- 12.1.3 The Company filed return for the Tax Year 2022 declaring taxable loss of Rs. 1,755 million and claiming refund of Rs. 95 million. Proceedings under section 122 of the Ordinance for the amendment of the assessment had been initiated by the ACIR. An order was passed under section 122(5A) of the Ordinance on 27 June 2023, through which no demand was created. Nevertheless, additions were made to arrive at an income of Rs. 656 million from a loss of Rs. 1,755 million, and the refund was reduced from Rs. 95 million to Rs. 17 million. The Company, being aggrieved, filed appeal before CIR-A. However, due to promulgation of Tax Laws (Amendment) Act, 2024 this case has been transferred to ATIR. During the current period, ATIR has annulled the order of the ACIR. However, the Department has not gone into appeal against the decision of ATIR and accordingly, no related provision/adjustment has been made in these interim financial statements.
- 12.1.4 The Company filed two Sales tax refund claims for the tax periods July 2016 to December 2017 amounting to Rs. 306 million. Out of these refunds, the Department sanctioned refunds of Rs. 135 million by providing refund payment orders whereas DCIR on the basis of STARR objections rejected refund amount of Rs. 171 million vide order no. 04/2024 dated 29 Feb 2024. Being aggrieved, the Company filed an appeal before CIR-A, however, due to promulgation of Tax Laws (Amendment) Act, 2024 this case has been transferred to ATIR. During the current period, ATIR annulled the order of DCIR and has remanded back the case to assessing officer. However, no further proceedings have been initiated by the Assessing Officer so far and accordingly, no related provision has been made in these interim financial statements.

### 12.2 Other contingencies

There is no material change in the status of contingencies disclosed in Note 24.2 from the preceding published financial statements of the Company for the year ended 31 December 2024. Both the management and legal advisor of the Company are of the view that all such suits, as disclosed in the annual audited financial statements, lack merit and hence, no provision for contingencies in these interim financial statements.

				June 30, 2025	December 31, 2024
				<b>Un-audited</b>	Audited
			Note	Rupees	Rupees
	12.3	Commitments			
		Commitments under irrevocable letters of credit for:			
		- purchase of stores & spares / plant & machinery		2,989,420	101,301,151
		- purchase of raw material		12,700,147	99,959,945
		parenase of tan material		15,689,567	201,261,096
13	Prope	erty, plant and equipment			
	Opera	ting fixed assets	13.1	65,868,351,516	66,584,542,078
	•	al work in progress		89,967,299	109,712,414
	•	. 0		65,958,318,815	66,694,254,492
	13.1	Operating fixed assets			
	15.1	•			
		Net book value at beginning of the period / year		66,584,542,077	68,330,193,294
	Add:	Additions during the period / year		249,124,291	291,661,656
	Less:	Disposals during the period / year - net book value		695	118,856,195
		Depreciation for the period / year		965,314,157	1,918,456,677
				965,314,852	2,037,312,872
		Net book value at end of the period / year		65,868,351,516	66,584,542,078
14	Stock	in trade			
	Raw r	naterial		421,393,091	332,917,362
		ng material		29,945,025	43,361,810
	Work	in process		340,382,572	318,254,264
	Finish	ed goods - own manufactured		5,571,918,293	3,704,399,041
		_		6,363,638,981	4,398,932,477
15	Adva	nces, deposits, prepayments & other receivables			
	Advar	nces to suppliers		566,268,783	630,746,756
	Advar	nces to employees		35,040,689	39,626,263
	Depos	sit with High Court		36,000,000	36,000,000
	Prepa	yments		3,981,992	25,228,943
	Staff r	retirement benefits		11,639,259	12,415,700
	Receiv	vable from Government of Pakistan		1,346,250)	1,346,250
	Receiv	vable from Government of Punjab		5,546,656	5,546,656
		tax receivable		2,838,744,403	2,973,757,306
		dy receivable		812,227,932	812,227,932
	Other	receivables	15.1	347,107,320	115,905,915
				4,657,903,284	4,652,801,721
	Less:	Provision against doubtful receivables		(814,227,932)	(502,663,733)
				3,843,675,352	4,150,137,988

This includes interest free balance of Rs. 230,759,165 (2024: Nil) which represents amounts recovered by Fauji Fertilizer Company Limited, a related party, from the customers of the Company on sale of the Company's products under an inter-company services agreement.



			June 30, 2025 Un-audited	December 31, 2024 Audited
		Note	Rupees	Rupees
16	Short term investments - at FVTPL			
	Investments in T-Bills	16.1	5,260,865,991	6,783,987,635
			5,260,865,991	6,783,987,635
	16.1 This represents investment made in treasury bills iss 11.5% to 12%. (2024: 12% to 20%).	ued by Gov	rt. of Pakistan which ca	rry mark-up between
			June 30, 2025	June 30, 2024
			Un-audited	Un-audited
		Note	Rupees	Rupees
17	Sales - net			
	Sale of fertilizers		13,832,802,788	13,623,465,080
	Other products		294,139,072	253,346,514
	Trading stock Urea		,,	1,116,671,190
	Total		14,126,941,860	14,993,482,784
	Less:			
	Federal excise duty		(643,615,649)	(648,738,095)
	Sales tax		(44,868,672)	(38,646,078)
	Trade discounts		(229,996,573)	
			13,208,460,966	14,306,098,611
18	Other income			
	Income from financial assets			
	Return on bank deposits		694,884	10,515,540
	Profit on short term investments		426,878,356	662,098,417
	Mark-up on advances to employees		530,527	978,681
	Income from non-financial assets		4.205	
	Gain on sale of property, plant and equipment Gain on settlement of short term loan		4,305 297,430,278	-
	Liabilities written back	11.2	2,148,057,620	62,938
	Gain from experimental farm	11.2	2,140,037,020	3,073,120
	Sale of scrap		1,307,745	742,985
	Gain on conversion of preference shares into ordinary shares	7	1,971,161,886	-
	Miscellaneous		3,590,587	1,325,810
			4,849,656,188	678,797,491
19	Finance cost			
	Redeemable capital - unwinding of present value		298,694,055	256,213,411
	Short term borrowings		163,187,803	352,525,163
	Late payment surcharge on GIDC payable		-	383,449,659
	Dividend on convertible, redeemable preference shares		39,954,947	84,145,663
	Dividend on non convertible, redeemable preference shares		1,517,199,072	2,370,638,276
	Amortization of present value of GIDC payable		-	26,419,089
	Bank charges and commission		4,467,306	432,939
			2,023,503,183	3,473,824,200



### 20 Transactions and balances with related parties

Related parties comprise of associated undertakings, key management personnel (including the Chief Executive and Directors), post employment benefit plans and other related parties. Details of transactions and balances with related parties during the period, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

Statemer	is, are as follows.	June 30, 2025 Un-audited	June 30, 2024 Un-audited
		Rupees	Rupees
20.1	Transactions with related parties		
20.1.1	Associated Undertakings		
	Shareholding and common directorship		
	Fauji Fertilizer Company Limited		
	Preference dividend convertible preference shares	21,155,781	-
	Preference dividend non convertible, redeemable preference shares	443,167,868	-
	Issuance of ordinary shares	916,660,210	-
	Finance Cost - unwinding of present value of PPTFCs	118,312,729	-
	Commission on sale	1,170,333	-
	Manpower services provided to FFCL	6,330,340	-
	Reimbursement of expenses	178,709,246	-
	Purchase of inventory	3,359,872	-
	Maple Leaf Cement Factory Limited		
	Preference dividend convertible preference shares	12,825,362	-
	Preference dividend non convertible, redeemable preference shares	263,757,577	-
	Issuance of ordinary shares	555,710,941	-
	Finance Cost - unwinding of present value of PPTFCs	68,349,944	-
	Askari Bank Limited	10.000.100	
	Mark-up expense	10,889,183	-
	Finance Cost - unwinding of present value of PPTFCs	19,157,957	-
	Preference dividend convertible preference shares	4,969,642	-
	Preference dividend non convertible, redeemable preference shares Issuance of ordinary shares	73,602,617 215,300,057	-
	Increase in bank balances - net	2,964,097	_
	National Bank of Pakistan - ceases to be related party w.e.f. 9th	2,904,097	-
	October 2024		
	Mark-up expense	_	35,470,552
	Preference dividend	_	351,748,774
	Finance Cost - Unwinding of present value of PPTFCs	-	52,459,345
	Advisory fee paid	-	36,000,000
	Repayment of short term borrowings	-	27,111,006
	Increase in bank balances - net	-	15,143,570
	Common directorship & others		
	Olive Technical Services (Pvt.) Limited		
	Technical services during the period	151,182,608	-
	Faysal Bank Limited - ceases to be related party w.e.f. 22nd July 2024		
	Preference dividend	-	226,888,050
	Finance Cost - Unwinding of present value of Sukuks	-	30,463,592
	Increase in bank balances - net	-	2,130,449
	Bank Makramah Limited (formerly Summit Bank) - ceases to be		
	related party w.e.f. 22nd July 2024		
	Mark-up expense	-	72,525,345
	Dividend on preference shares	-	70,574,786



		June 30, 2025 Un-audited Rupees	June 30, 2024 Un-audited Rupees
	Finance Cost - Unwinding of present value of PPTFCs	_	8,121,956
	Short term borrowings - net	-	(97,394,871)
	Repayment of short term borrowings	-	97,394,871
	Increase in bank balances - net	_	134,338
	Pak China Investment Company Limited -		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
	ceases to be related party w.e.f. 22nd July 2024		
	Dividend on preference shares	_	24,018,993
	Finance Cost - Unwinding of present value of PPTFCs	_	3,299,300
	Post employment benefit plans		
	Contribution to employees provident fund	17,601,519	14,832,799
	Contribution to employees gratuity fund	1,620,084	1,512,290
	Remuneration of Key management personnel	190,102,812	164,112,917
		June 30, 2025	December 31, 2024
		Un-audited	Audited
		Rupees	Rupees
20.2	Balances with related parties		
	Associated Undertakings		
	Shareholding and common directorship		
	Fauji Fertilizer Company Limited		
	Non convertible, redeemable preference shares	5,409,691,640	4,386,512,330
	Preference dividend payable	8,185,518,543	7,429,321,074
	Redeemable capital - PPTFCs	1,586,531,342	937,733,897
	Convertible, redeemable preference shares	-	779,985,860
	Consignment account receivable	230,759,165	-
	Manpower services receivable	2,041,550	
	Maple Leaf Cement Factory Limited		
	Non convertible, redeemable preference shares	3,219,653,910	710,460,920
	Preference dividend payable	4,871,726,253	1,256,676,982
	Redeemable capital - PPTFCs	916,548,278	178,794,955
	Convertible, redeemable preference shares	-	162,498,310
	Askari Bank Limited		
	Non convertible, redeemable preference shares	898,457,430	898,457,430
	Preference dividend payable	1,359,474,891	1,556,331,251
	Redeemable capital - PPTFCs	256,901,348	324,975,000
	Convertible, redeemable preference shares	-	183,224,180
	Short term borrowings	166,859,162	166,859,162
	Bank balances	2,320,253	5,284,350
	Mark-up payable	199,891,360	189,002,176
	National Bank of Pakistan - ceases to be related		
	party w.e.f. 9th October 2024		150 019 004
	Bills payable	-	159,918,994
	Mark-up payable Bank account balances	-	353,248,058 2,784,128
		-	
	Advisory fee payable	-	567,500,000

	June 30, 2025	December 31, 2024
	Un-audited	Audited
	Rupees	Rupees
Common directorship & others		
Olive Technical Services (Pvt.) Limited		
Payable in respect of services	48,333,333	-
Faysal Bank Limited - ceased to be a related party w.e.f. 22nd July 2024		
Redeemable capital - PPTFCs	-	440,722,367
Convertible, redeemable Preference shares	-	310,355,940
Non convertible, redeemable preference shares	-	1,641,527,380
Mark up payable	-	2,806,923
Preference dividend payable	-	2,807,473,371
Bank balances	-	15,636,893
Trustee fee payable	-	5,668,582
SBLC	-	200,000,000
LC Margin	-	4,336,677
Bank Makramah Limited (formerly Summit Bank) -		
ceases to be related party w.e.f. 22nd July 2024		
Redeemable capital - PPTFCs	-	117,501,823
Non convertible, redeemable preference shares	-	552,023,020
Short term borrowings	-	331,924,507
Preference dividend payable	-	790,055,356
Bank balances	-	356,620
Pak China Investment Company Limited - ceased to		
be a related party w.e.f. 22nd July 2024		
Redeemable capital - PPTFCs	-	47,731,572
Non convertible, redeemable preference shares	-	187,872,150
Dividend payable on preference shares	-	268,882,626
Others		
Housing colony - receivable	61,855,094	63,195,557
Iskanderabad Welfare Trust - payable	2,771,632	2,896,720



June 30 2025

June 30, 2024

	June 30, 2025	June 30, 2024
	Un-audited	Un-audited
	Rupees	Rupees
Cash flows from operating activities		
Profit/ (Loss) before taxation	2,993,395,369	(1,266,338,213)
Adjustment for non-cash items:		
Interest / mark-up expense	1,983,684,817	3,090,374,537
Depreciation on property, plant and equipment	965,314,158	956,085,159
Amortization of intangible asset	143,915	143,922
Workers' welfare fund	59,869,998	-
Workers' profit participation fund	152,668,495	-
Provision for staff retirement benefit	1,512,292	1,512,288
Liabilities written back	(2,148,057,620)	
Gain on settlement of preference shares	=	61,618,426
Gain on conversion of preference shares into ordinary shares	(1,971,161,886)	-
Mark-up / interest income	(725,534,045)	(673,592,638)
(Profit)/ Loss on sale of property, plant and equipment	(4,305)	1,187,730
Operating profit before changes in working capital	1,311,831,187	2,170,991,211
Changes in working capital:		
(Increase)/ decrease in current assets:		
Stores, spares and loose tools	120,086,049	58,235,333
Stock in trade	(1,964,706,504)	(2,519,606,684)
Trade receivables	45,796,140	-
Advances, deposits, prepayments and other receivables	306,462,636	(288,361,428)
	(1,492,361,679)	(2,749,732,779)
(Decrease) / Increase in current liabilities:		
Trade and other payables	(946,361,326)	517,467,579
Net cash used in operations	(1,126,891,818)	(61,273,989)

### 22 Segment reporting

### 22.1 Reportable segments

The Company's reportable segments are as follows:

- -Urea fertilizer segment production of Urea fertilizer and ammonia from natural gas; and
- -Phosphate fertilizer segment production of Phosphate fertilizer from rock phosphate Information regarding the Company's reportable segments is presented below:

### 22.2 Segment revenue and results

Following is the information about reportable segments of the Company:

		<del>-</del>	Urea fertilizer P		Phospha	Phosphate fertilizer		Consolidated	
		·	30-Jun	30-Jun	30-Jun	30-Jun	30-Jui	1	30-Jun
		<u>-</u>	2025	2024	2025	2024	2025		2024
					Rupees	'millions'			
		For the six months period ended 30 June							
		2025							
		External revenues	11,917	12,621	1,291	1,685	13,20	8	14,306
		Inter-segment revenue	-	-	-	-	-		-
		Reportable segment Profit / (loss) before tax	2,822	(1,908)	171	642	2,99	3	(1,266)
		<del>-</del>	Urea fe	rtilizer	Phospha	te fertilizer	Co	nsolid	ated
			30-Jun	31-Dec	30-Jun	31-Dec	30-Jui	1	31-Dec
			2025	2024	2025	2024	2025		2024
		<del>-</del>			Rupees	'millions'			
		As at							
		Reportable segment assets	82,788	86,877	11,918	12,127	94,70	6	99,004
		Reportable segment liabilities	75,245	80,581	1,240	1,336	76,48		81,917
						June 20, 202	Do		
						June 30, 202			er 31, 2024
					-	Un-audited			dited
						Rupees		Ku	pees
	22.3	Reconciliation of reportable Assets	assets & lia	bilities					
		Total assets for reportable segments			94,706,175,4	05	99,004	4,067,614	
		Elimination of inter-segment assets		_	(10,287,627,6	32) (	13,990	5,051,855)	
		Consolidated total assets			=	84,418,547,7	73 8	35,008	8,015,759
						June 30, 202	5 De	cemb	er 31, 2024
						Un-audited	1	Au	dited
		Liabilities				Rupees		Ru	pees
		Total liabilities for reportable	segments			76,485,190,2	85 8	31,910	5,956,086
		Elimination of inter-segment liabilities Consolidated total liabilities				(5,784,375,1	94)	(6,641,080,027)	
					=	70,700,815,0	91 ′	75,27	5,876,059
						June 30, 202	5	June 3	30, 2024
						Un-audited	1	Un-a	audited
						Rupees		Ru	pees
	22.4	Reconciliation of reportable	segment - p	rofit or loss					
		Profit / (Loss) for reportable s	egments befo	ore taxation		2,993,395,3	69	(1,260	5,338,213)
		Taxation for the period	5			(752,193,4			1,148,434
		Profit / Loss after taxation			-	2,241,201,9			5,189,780)
					_	June 30, 202	5 De	cemb	er 31, 2024
						Un-audited			dited
;	Cash an	d cash equivalents			=	Rupees			pees
	Running	-				(1,102,244,6	42)	(1,812	2,440,526)
	_	d bank balances				623,108,0	,		3,027,333
					-	(479,136,5			9,413,193)
					=		<del></del>		

23



### 24 Overdue financial liabilities

24.1 The Company continues to face a liquidity shortfall due to which it was unable to meet its obligation in respect of various debt finances. The details of overdue financial liabilities as at 30 June 2025 are as follows:

	Principal	Interest/ mark up/ dividend	Total
Nature of liability		Rupees	_
Convertible, redeemable preference shares	206,080	309,743	515,823
Short term borrowings	1,806,809,812	2,651,139,484	4,457,949,296
	1,807,015,892	2,651,449,227	4,458,465,119

24.2 Financial liabilities (including PPTFCs, non convertible preference shares & dividend payable) in litigation are as follows:

	June 30, 2025	December 31, 2024
	Rupees	Rupees
Name of banks		
Silk Bank Limited	860,366,768	780,494,785
Askari Bank Limited	2,511,488,460	2,511,488,460
Unit Trust of Pakistan and JS investment Limited	333,487,415	333,487,415
JS Income Fund and JS Investment Limited	164,172,750	164,172,750
JS Infocom Limited	1,280,996,756	1,280,996,756
JS Large Capital Fund	16,959,889	16,959,889
Federal Employees Benevolent and Group Insurance Funds	3,251,552,724	3,251,552,724
National Bank of Pakistan	6,496,599,568	6,496,599,568
Soneri Bank Limited	738,542,864	738,542,864
JS Bank Limited	2,880,221,844	2,880,221,844
The Bank of Punjab	3,301,068,828	3,301,068,828
	21,835,457,866	21,755,585,883

24.2.1 These include overdue markup freezed / suspended on dates of cases filed by concerned lenders. These also include liabilities converted into preference shares & dividend thereon amounting to Rs.10.2 Billion which have been purchased / acquired by sponsors (FFCL & Maple Leaf Group) from such lenders and hence, the Company is not exposed to any financial exposure in respect of such lenders and such lenders will also withdraw their cases in near future (immediately after issuance of zero rates PPTFCs to them).

### 25 Fair Value of Financial Assets and Liabilities

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

### Notes to the Condensed Interim Financial Statements (Un-audited) For the six months period ended 30 June 2025

						-		
		Carrying amount	amount			raii va	ann	
	Amortized cost	FVTPL	FVTOCI	Total	Level 1	Level 2 Level 3	Sevel 3	Total
As at 30 June 2025 -		Runees		Runees				
represented Financial assets - not measured								
at fair value								
Long term loans and advances	31,275,564		•	31,275,564	•		,	
Short term investment		5,260,865,991	•	5,260,865,991	5,260,865,991			5,260,865,991
Long term deposits	61,058,130		٠	61,058,130				
Advances and other receivables	418,148,008		•	418,148,008	,			•
Cash and bank balances	623,108,055		•	623,108,055				
	1,133,589,757	5,260,865,991		6,394,455,748	5,260,865,991			5,260,865,991
		Carrying amount	amount			Fair value	ılue	
	Amortized cost	FVTPL	FVTOCI	Total	Level 1	Level 2 Level 3	evel 3	Total
As at 31 December 2024 - represented				Rupees				
Financial assets - not measured								
at fair value								
Long term loans and advances	27,099,031		•	27,099,031	•			
Short term investment		6,783,987,635	•	6,783,987,635	6,783,987,635			6,783,987,635
Trade debts	45,796,140	•	•	45,796,140	•			
Long term deposits	60,949,562	•	•	60,949,562	•			
Advances and other receivables	191,532,178		•	191,532,178	•			
Cash and bank balances	423,027,333	•	1	423,027,333	•	•		•
	748,404,244	6,783,987,635	-	7,532,391,879	6,783,987,635			6,783,987,635



	June 30, 2025 Un-audited	December 31, 2024 Audited
	Rupees	Rupees
Financial liabilities at amortized cost		
Redeemable capital (PPTFC)	4,005,380,364	3,706,686,309
Convertible, redeemable preference shares	206,080	1,484,507,830
Long term finances	496,666,908	510,374,987
Non convertible, redeemable preference shares	18,542,697,500	18,542,697,500
Short term borrowings	1,806,809,812	2,057,907,728
Trade and other creditors	3,756,254,097	5,647,891,924
Accrued liabilities	468,001,221	522,179,983
Security deposits and retention money	16,373,720	22,276,114
Other payables	48,967,728	55,315,479
Mark-up accrued on borrowings	2,651,139,484	2,747,602,634
Dividend payable on preference shares	28,055,508,188	28,729,605,359
	59,848,005,102	64,027,045,847

### 26 Financial Risk Management

The Company's financial risk management objective and policies are consistent with those disclosed in the financial statements for the financial year ended on 31 December 2024.

### 27 Date of authorization

These condensed interim financial statements were authorized for issue by the Board of Directors of the Company on 05 August, 2025.

### 28 Seasonality

The Company's fertilizer business is subject to seasonal fluctuations as a result of two different farming seasons viz, Rabi (from October to March) and Kharif (from April to September). On an average, fertilizer sales are more tilted towards Rabi season. The Company manages seasonality in the business through appropriate inventory management.

### 29 General

- **29.1** Figures have been rounded off to the nearest rupee.
- 29.2 Corresponding figures have been re-arranged/reclassified in these interim financial statements for the purpose of comparison. However, no significant reclassification has been made in these financial statements.

Chairman

**Chief Executive Officer** 

Director



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