



Gatron

QUARTERLY REPORT

September 30, 2025

GATRON (INDUSTRIES) LIMITED

Contents

Corporate Information	1
Unconsolidated Presentation	
Directors' Report	2
Directors' Report (In Urdu)	6
Condensed Interim Statement of Financial Position	10
Condensed Interim Statement of Profit or Loss	11
Condensed Interim Statement of Comprehensive Income	12
Condensed Interim Statement of Changes in Equity	13
Condensed Interim Statement of Cash Flows	14
Notes to the Condensed Interim Financial Statements	15
Consolidated Presentation	
Directors' Report	23
Directors' Report (In Urdu)	25
Condensed Interim Statement of Financial Position	27
Condensed Interim Statement of Profit or Loss	28
Condensed Interim Statement of Comprehensive Income	29
Condensed Interim Statement of Changes in Equity	30
Condensed Interim Statement of Cash Flows	31
Notes to the Condensed Interim Financial Statements	32

Board of Directors

Abdul Razak Diwan - Chairman
Shabbir Diwan - Chief Executive Officer
Zakaria Bilwani
Muhammad Iqbal Bilwani
Saqib Haroon Bilwani
Muhammad Taufiq Bilwani
Muhammad Altaf Bilwani
Talat Iqbal
Muhammad Tufail Iqbal
Huma Rafique

Special Advisor

Pir Muhammad Diwan

Audit Committee

Muhammad Tufail Iqbal -Chairman
Muhammad Iqbal Bilwani
Talat Iqbal

HR & Remuneration Committee

Talat Iqbal - Chairman
Muhammad Iqbal Bilwani
Saqib Haroon Bilwani

Company Secretary

Shameer

Chief Financial Officer

Muhammad Naeem

Auditor

M/s. Kreston Hyder Bhimji & Co.
Chartered Accountants
Karachi.

Legal Advisor

Naeem Ahmed Khan
Advocates
Quetta.

Shares Registrar

F.D. Registrar Services(Pvt) Limited
Suit 1705, 17th Floor, Saima Trade Tower-A,
I.I. Chundrigar Road, Karachi.
Phone:021-32271905-6

Bankers

Askari Bank Limited
Bank Alfalah Limited
Bank Al-Habib Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
First Habib Modaraba
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Standard Chartered Bank(Pakistan) Ltd
The Bank of Punjab
United Bank Limited

Plant

Plot No.441/49-M2, Sector“M”,
H.I.T.E.,Main R.C.D. Highway,
HUB, District Lasbela,
Balochistan, Pakistan.

Registered Office

Room No.32, First Floor,
Ahmed Complex,
Jinnah Road, Quetta- Pakistan.

Liaison/Correspondence Office

11th Floor, G&T Tower,
18 Beaumont Road,
Civil Lines-10,
Karachi-75530-Pakistan.
Phone: 021-35659500-9
Fax: 021-35659516

Email

headoffice@gatron.com

Website

www.gatron.com

Directors' Report

Dear Shareholders,

On behalf of the Board of Directors, we are pleased to present the quarterly report of Gatron (Industries) Limited for the period ended September 30, 2025, along with the un-audited financial statements.

FINANCIAL REVIEW:

The financial synopsis for the period under review are as below:

- Net sales Rs.7,242 million,
- Operating profit Rs.44 million,
- Loss before levies and income tax Rs.304 million,
- Levies and income tax Rs.91 million
- Loss after income tax Rs.395 million,
- Paid up capital Rs.1,087 million,
- Shareholders' equity Rs.10,978 million

The Company achieved an operating profit of Rs 44 million for the reporting quarter, however the loss before levies and income tax for the period ended September 30, 2025, amounted to Rs.304 million compared to a loss of Rs.765 million in the corresponding period last year.

Net revenue for the period is Rs.7,242 million, up 23% from Rs.5,905 million in the previous correspondence period. This increase was driven partly by increase in sales of Polymer Chips/Resin.

As stated in previous reports, the Company has been facing significant challenges due to the dumping of imported yarn at exceptionally low prices in the local market. However, in June 2025, the National Tariff Commission (NTC) imposed final Anti-Dumping Duties (ADD) on Polyester Filament Yarn (PFY) from major Chinese exporters, ranging from 5.35% to 20.78% with only 3 suppliers between 5.35% to 10%, while all other suppliers being above 13%. The focus of the Company now is effective enforcement and collection of duties or in case of stay orders the collection of bank guarantees. In July and August, this was lacking at custom stage, however by end September there was proper enforcement of collection of bank guarantees/pay orders in case of stay orders. This was necessary undo the dumping led price depression and to get the impact of Anti-Dumping Duty reflected in the market prices and to prevent large scale evasion of Anti-Dumping Duty which happened in the previous ADD period of 2017 to 2023. Over Rs 10 billion anti-dumping duties still remain evaded/not paid in the case of PFY for the period 2017 to 2023.

The persistent dumping and evasion of dumping duty besides above noted price suppression have so far compelled the Company to operate at substantially diminished capacity utilization. So besides the price margin recovery, the aim is also to increase operating rates without landing in a situation of increased inventory and the resulting inventory carrying cost. Insha Allah the price recovery and the gradual increase in operating capacity will improve the bottom line for the Yarn segment. However, increased energy costs are affecting the polymer costing quite heavily making it difficult to recover the polymer costs.

The misuse of duty-free imports under the Export Facilitation Scheme (EFS) for local sales in some instances also put pressure on the market prices.

COST SAVING AND OTHER INITIATIVES:

Management is actively pursuing several cost-saving projects to improve profitability, including:

- In-house production of POY/DTY bobbins to meet 100% of Company's requirements, now finally in full operation.
- Expansion of existing solar power capacities to reduce energy costs.
- Evaluation of wind power capacities as well as other initiatives to reduce power cost.
- Enhancing labor efficiency through time and motion studies.
- Procuring inputs from cheaper alternative sources without compromising quality.
- Promoting diversified products in the market.

EXPENSES AND FINANCING:

Distribution and selling expenses decreased by 32% compared to last correspondence period, whereas administrative expenses decreased by 28%. Finance costs also decreased by Rs.157 million. Efforts continue to reduce inventory and receivables.

On the balance sheet front, compared to June 30, 2025:

- Stocks decreased by Rs.1,648 million to Rs.5,666 million, with further reduction in coming periods.
- Debtors decreased by Rs.337 million to Rs.4,325 million, with further reduction in coming periods.
- Creditors increased by Rs.1,041 million to Rs.5,592 million.
- Short-term borrowings reduced by Rs.2,442 million to Rs.4,467 million.

CHALLENGES AND FUTURE OUTLOOK:

- The NTC in June 2025 imposed final Anti-Dumping Duties on PFY import from China with 3 suppliers at 5.35%, 6.79% and 9.67% while all other suppliers being above 13%. As noted above the focus of the Company now is effective enforcement and collection of duties or in case of stay orders the collection of bank guarantees which is a continuous effort. To put a perspective on the rate of 5.35% to 9.67% ADD on 3 suppliers in Pakistan, noted below are ADD imposed on Chinese exporters of Polyester Filament Yarn in other countries:
 - by Turkey of minimum 16% or \$250/ton
 - by India of minimum 23%
 - by the USA ranging from 76% to 77%
 - by Vietnam of minimum one producer at but all others above 10% (and max 21.2%)
 - by Brazil \$57.85 – 585.70/ton (4.35% - 44%)
 - by Mexico \$532/ton (40%)

So, 7 major countries including Korea have imposed Anti-Dumping or Countervailing Duties on PFY from China, while Indonesia is restricting imports of PFY by not allowing the same to traders and intends to increase import duties on the same. So, this covers most of the PFY producing countries. Bangladesh protects its PFY industry by way of 25% import duty on competing imported yarn.

Since October 2023, India has imposed the non-tariff barrier removing the BIS (Bureau of Indian standard) exemption for imports of PFY into India. Because of which the import of PFY from China into India have reduced from 50,000 tons per month (annualized 600,000 MT) to less than 10,000 tons per month (annualized 120,000 MT) at present. However, India allows Chinese PFY to be imported under Export Bond Scheme for processing and export. So effectively its not for quality/standards but to prevent the injury to the local PFY industry by the excess Chinese dumping.

- On the back of effective implementation of Anti-Dumping Duty for 5 years on the levels on competing imported yarn would allow Pakistan PFY producers to fully utilize their capacity which can meet nearly 50% of the Pakistan's domestic use PFY demand and encourage these producers to further expand to meet over 75% of Pakistan in the next 3 years since polymer capacity for the same is already available. In fact, if we consider only DTY product variety of PFY the domestic producers can meet over 60% of the domestic demand if they are allowed to fully utilize their capacity through effective Anti-Dumping measures.
- PFY is among the top imports, so it needs to be produced locally, particularly when its raw material PTA is also produced locally. It should also be kept in mind that in the year 2003 over 90% of local demand of Filament Yarn was met by indigenous production, Moreover, the downstream industry and demand has also grown over the years and the total demand of PFY stood over 350,000 tons compared to 260,000 tons in year 2017-18 so increasing domestic production of the same is also essential to reduce this pressure on the current account deficit of the country.
- With recovery in prices through collection of dumping duty on imports by pay order or Bank guarantee (in case of stay order) from October 2025 onwards as well as through energy and other cost reductions, the results of ensuing quarters is expected to be better. And the overall result of the ongoing financial year will Insha Allah be much better than the previous year.

OTHER MATTERS:

- Our wholly owned subsidiaries, Gatro Power (Private) Limited and G-Pac Energy (Private) Limited, continue normal operations generating and selling electric power.
- Global Synthetics Limited, another wholly owned subsidiary, has yet to commence operations.

APPROPRIATION

The Board of Directors of the Company does not recommend any interim cash dividend for the three months period ended September 30, 2025.

EARNING/(LOSS) PER SHARE

The loss per share of the Company for the three months period ended on September 30, 2025, is Rs.3.63.

MATERIAL CHANGES AND COMMITMENTS

There have been no material changes or commitments affecting the Company's financial position from the date of the balance sheet to the date of this report.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The unaudited condensed interim consolidated financial statements of the Group along with notes and directors’ report thereto have also been included in this report.

Internal Financial Controls

The system of internal controls is sound in design and has been effectively implemented and monitored.

ACKNOWLEDGMENT

The Board of Directors extends its sincere appreciation to all stakeholders for their continued trust and confidence in the Company. We are truly grateful for the ongoing cooperation and support received over the years and remain confident that this strong partnership will endure. We also wish to thank every member of the Company for their dedication, innovation, and commitment. Your contributions are vital to our continued success. In addition, we extend our gratitude to Government Institutions, Auditors, SECP, PSX, and our Banking partners for their valuable guidance and support, which have played a key role in the Company’s growth and development. Thank you for your steadfast partnership and support.

The system of internal controls is sound in design and has been effectively implemented and monitored.

ACKNOWLEDGMENT

SHABBIR DIWAN
CHIEF EXECUTIVE OFFICER

MUHAMMAD IQBAL BILWANI
DIRECTOR

Dated: October 25, 2025

بورڈ آف ڈائریکٹرز کی رپورٹ

معزز حصص یافتگان،

بورڈ آف ڈائریکٹرز کی جانب سے ہم 30 ستمبر 2025ء کو ختم ہونے والی مدت کیلئے گیمپرون (انڈسٹریز) لمیٹڈ کی سہ ماہی رپورٹ بمع غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرتے ہوئے دلی مسرت محسوس کر رہے ہیں۔

مالیاتی جائزہ:

زیر جائزہ مدت کا مالیاتی خلاصہ مندرجہ ذیل ہے:

•	خالص فروخت	7,242 ملین روپے
•	آپریٹنگ منافع	44 ملین روپے
•	خسارہ قبل از محصولات اور انکم ٹیکس	304 ملین روپے
•	محصولات اور انکم ٹیکس بشمول کم از کم ٹیکس	91 ملین روپے
•	خسارہ بعد از انکم ٹیکس	395 ملین روپے
•	اداشدہ سرمایہ	1,087 ملین روپے
•	حصص یافتگان کی ایکویٹی	10,978 ملین روپے

کمپنی نے آپریٹنگ سہ ماہی کے دوران 44 ملین روپے کا آپریٹنگ منافع حاصل کیا، تاہم 30 ستمبر 2025ء کو ختم ہونے والی مدت کے لیے خسارہ قبل از محصولات اور انکم ٹیکس 304 ملین روپے رہا، جو گزشتہ سال کی اسی مدت کے دوران 765 ملین روپے کے خسارے کے مقابلے میں نمایاں طور پر کم ہے۔

موجودہ مدت کی خالص فروخت 7,242 ملین روپے رہی جو گزشتہ سال کی اسی مدت کے دوران 5,905 ملین روپے کے مقابلے میں 23 فیصد اضافہ ظاہر کرتی ہے۔ یہ اضافہ جزوی طور پر پولیمر چپس / ریزن کی فروخت میں اضافے کے باعث ہوا۔

جیسا کہ سابقہ رپورٹس میں بیان کیا گیا ہے، کمپنی کو مقامی مارکیٹ میں درآمد شدہ یارن کی غیر معمولی کم قیمتوں پر ڈمپنگ کے باعث شدید مشکلات کا سامنا رہا ہے۔ تاہم، جون 2025ء میں نیشنل ٹیرف کمیشن (NTC) نے چین کے بڑے برآمد کنندگان کی جانب سے درآمد شدہ پولی ایسٹر فلامنٹ یارن (PFY) پر حتمی اینٹی ڈمپنگ ڈیوٹیز (ADD) عائد کیں، جو 5.35 فیصد سے 20.78 فیصد تک ہیں۔ ان میں صرف 3 سپلائرز کی ڈیوٹی 5.35 فیصد سے 10 فیصد کے درمیان ہے، جبکہ دیگر تمام سپلائرز پر 13 فیصد سے زائد ڈیوٹی عائد کی گئی ہیں۔ اب کمپنی کی توجہ اینٹی ڈمپنگ ڈیوٹی کی موثر عمل درآمد اور وصولی پر، یا اگر عدالت سے اسٹے آرڈر حاصل کیا گیا ہو تو پیک گارنٹیوں کی وصولی پر مرکوز ہے۔ جولائی اور اگست میں کسٹم کے مرحلے پر حسب ضرورت اقدامات میں کمی دیکھی گئی، تاہم ستمبر کے اختتام تک اسٹے آرڈر کی صورت میں بینک گارنٹیوں / پے آرڈر کی وصولی کے حوالے سے موثر نفاذ شروع ہو گیا۔ یہ اقدام ضروری تھا تا کہ ڈمپنگ کے باعث پیدا ہونے والی قیمتوں میں گراوٹ کا ازالہ کیا جاسکے اور اینٹی ڈمپنگ ڈیوٹی کے اثرات مارکیٹ کی قیمتوں میں ظاہر ہوں۔ اس کے ساتھ ساتھ، بڑے پیمانے پر ہونے والی اینٹی ڈمپنگ ڈیوٹی کی عدم ادائیگی کو روکا جاسکے جو گزشتہ مدت (2017ء سے 2023ء) کے دوران ہوئی تھی۔ پولی ایسٹر فلامنٹ یارن (PFY) کے معاملے میں 2017ء سے 2023ء کے دوران 10 ارب روپے سے زائد کی اینٹی ڈمپنگ ڈیوٹی تاحال غیر ادا شدہ ہیں۔ مسلسل ڈمپنگ اور ڈمپنگ ڈیوٹی کی عدم ادائیگی، نیز اوپر بیان کردہ قیمتوں میں دباؤ، نے اب تک کمپنی کو اپنی پیداواری صلاحیت کے نمایاں طور پر کم استعمال پر مجبور کیا ہے۔ لہذا، قیمتوں اور منافع کے مارجن میں بحالی کے ساتھ ساتھ کمپنی کا مقصد یہ بھی ہے کہ آپریٹنگ ریٹس میں اضافہ کیا جائے، تاہم بغیر اس صورت حال میں بچنے کے اسٹاک (انویسٹری) میں اضافہ ہو جائے اور اس کے نتیجے میں انویسٹری کے اخراجات بڑھ جائیں۔ ان شاء اللہ، قیمتوں میں بہتری اور پیداواری صلاحیت کے تدریجی اضافے سے یارن کے شعبے کی خالص منافع میں بہتری متوقع ہے۔ تاہم، توانائی کے بڑھتے ہوئے اخراجات پولیمر کی لاگت پر شدید اثر ڈال رہے ہیں، جس کے باعث پولیمر لاگت کی وصولی ایک مشکل امر بن گئی ہے۔

مزید برآں، چند واقعات میں ایکسپورٹ فیلیٹیشن اسکیم (EFS) کے تحت ڈیوٹی فری درآمدات کا مقامی فروخت کے لیے غلط استعمال مارکیٹ کی قیمتوں پر دباؤ ڈال رہا ہے۔

اخراجات میں بچت اور دیگر اقدامات:

انتظامیہ منافع میں بہتری کے لیے متعدد اخراجات میں کمی کے منصوبوں پر فعال طور پر عمل پیرا ہے، جیسے کہ:

- کمپنی کی 100 فیصد ضروریات پوری کرنے کے لیے DTY/POY بویئر کی اندرون ادارہ تیاری، جو کہ اب مکمل طور پر آپریشنل ہو چکی ہے۔

- توانائی کے اخراجات کم کرنے کے لیے موجودہ سولر پاور صلاحیتوں میں توسیع۔
- پاور لاگت میں کمی کے لیے ونڈ پاور سمیت دیگر ذرائع کا جائزہ۔
- وقت اور حرکات کے تجزیوں کے ذریعے مزدوروں کی کارکردگی میں بہتری۔
- معیار پر سمجھوتہ کیے بغیر کم قیمت متبادل ذرائع سے خام مال کی خریداری۔
- مارکیٹ میں متنوع مصنوعات کے فروغ کے اقدامات۔

اخراجات اور مالیات:

گزشتہ سال کے مقابلے میں ڈسٹری بیوٹن اور فروخت کے اخراجات میں 32 فیصد کمی واقع ہوئی، جبکہ انتظامی اخراجات میں 28 فیصد کمی واقع ہوئی۔ مالیاتی اخراجات میں 157 ملین روپے کی ریکارڈ کی گئی۔ کمپنی کی جانب سے انوینٹری اور وصولیوں میں کمی کے لیے کوششیں مسلسل جاری ہیں۔

بیلنس شیٹ کی صورتحال (بمقابلہ 30 جون 2025ء):

- اسٹاک میں 1,648 ملین روپے کی کمی واقع ہو کر یہ 5,666 ملین روپے رہ گیا، اور آئندہ ادوار میں مزید کمی متوقع ہے۔
- ڈیبٹرز (قرضہ جات) 337 ملین روپے کی کمی واقع ہو کر یہ 4,325 ملین روپے رہ گئے، اور آئندہ ادوار میں اس میں بھی مزید کمی متوقع ہے۔
- کریڈیٹرز (قرض دہندگان) 1,041 ملین روپے کا اضافہ ہو کر یہ 5,592 ملین روپے تک پہنچ گئے۔
- قلیل مدتی قرضہ جات میں 2,442 ملین روپے کی کمی واقع ہو کر یہ 4,467 ملین روپے رہ گئے۔

درپیش چیلنجز اور مستقبل پر ایک نظر:

☆ نیشنل ٹیرف کمیشن (NTC) نے جون 2025ء میں چین سے درآمد ہونے والے پولی ایسٹر فلامنٹ یارن (PFY) پر حتمی اینٹی ڈمپنگ ڈیوٹیز عائد کیں، جن میں 3 سپلائرز پر بالترتیب 5.35 فیصد، 6.79 فیصد اور 9.67 فیصد ڈیوٹی لگائی گئی، جبکہ دیگر تمام سپلائرز پر 13 فیصد سے زائد ڈیوٹی عائد کی گئی۔ جیسا کہ اوپر ذکر کیا گیا ہے، اب کمپنی کی توجہ ڈیوٹیوں کے مؤثر نفاذ اور وصولی پر، اور اگر اسٹے آرڈرز جاری ہوں تو بینک گارنٹیوں کی وصولی پر مرکوز ہے، جو کہ ایک مسلسل عمل ہے۔ پاکستان میں مذکورہ 3 سپلائرز پر 5.35 فیصد سے 9.67 فیصد تک عائد اینٹی ڈمپنگ ڈیوٹی کے مقابلے کا اندازہ لگانے کے لیے، درج ذیل ممالک میں چینی برآمد کنندگان پر پولی ایسٹر فلامنٹ یارن کی اینٹی ڈمپنگ ڈیوٹیاں عائد کی گئی ہیں:

- ترکی کی جانب سے کم از کم 16 فیصد یا \$250/ٹن
- ہندوستان کی جانب سے کم از کم 23 فیصد
- امریکہ کی جانب سے کم از کم 76 فیصد سے 77 فیصد
- ویتنام کی جانب سے کم از کم ایک پروڈیوسر تاہم دیگر تمام پر 10 فیصد سے زائد (اور زیادہ سے زیادہ 21.2 فیصد)
- برازیل کی جانب سے \$57.85 سے 585.70/ٹن (4.35 فیصد سے 44 فیصد)
- میکسیکو کی جانب سے \$532/ٹن (40 فیصد)

لہذا، 7 بڑے ممالک بشمول کوریا نے چین سے درآمد شدہ پی ایف وائی (PFY) پر اینٹی ڈمپنگ یا کاؤنٹر ویلنگٹ ڈیوٹیاں عائد کی ہیں، جبکہ انڈونیشیا PFY کی درآمدات کو محدود کر رہا ہے، اپنے تاجروں کو اس کی درآمد کی اجازت نہیں دیتا اور اس پر درآمدی ڈیوٹی میں اضافہ کرنے کا ارادہ رکھتا ہے۔ لہذا، اس میں زیادہ تر PFY پیدا کرنے والے ممالک شامل ہیں۔ بگلدیش اپنی PFY صنعت کو مسابقتی درآمدی یارن پر 25 فیصد درآمدی ڈیوٹی کے ذریعے تحفظ فراہم کرتا ہے۔

اکتوبر 2023ء سے، بھارت نے PFY کی درآمدات پر BIS (بیورو آف انڈین اسٹینڈرڈز) کے انتظامی کو ہٹاتے ہوئے نان ٹیرف بیریر نافذ کیا تھا۔ اس اقدام کے نتیجے میں چین کی جانب سے بھارت کو PFY کی درآمدات 50,000 ٹن ماہانہ (سالانہ 600,000 میٹرک ٹن) سے کم ہو کر اب 10,000 ٹن ماہانہ (سالانہ 120,000 میٹرک ٹن) سے بھی کم رہ گئی ہیں۔ تاہم، بھارت ایکسپورٹ بانڈ اسکیم کے تحت چینی PFY کو درآمد کرنے کی اجازت دیتا ہے، بشرطیکہ وہ پروسیسنگ کے بعد دوبارہ درآمد کی جائے۔ اس سے ظاہر ہوتا ہے کہ حقیقت میں یہ اقدام معیار یا معیارات کے سلسلے میں نہیں ہے بلکہ مقامی PFY صنعت کو چینی مصنوعات کی ضرورت سے زیادہ ڈمپنگ کے باعث ہونے والے نقصان سے بچانے کے لیے کیا گیا ہے۔

☆ اینٹی ڈمپنگ ڈیوٹی کے پانچ سالہ موثر نفاذ سے پاکستان میں PFY کی درآمدی مسابقتی یارن پر عائد ڈیوٹی کی سطح اس طرح برقرار رہے گی کہ مقامی PFY تیار کنندگان اپنی پیداواری صلاحیت کو مکمل طور پر استعمال کر سکیں۔ اس سے وہ پاکستان کی PFY کی ملکی طلب کا تقریباً 50 فیصد حصہ پورا کر سکیں گے اور آئندہ تین سالوں میں اپنی پیداواری گنجائش کو بڑھا کر 75 فیصد سے زائد ملکی ضرورت پوری کرنے کی صلاحیت حاصل کر لیں گے، کیونکہ اس کے لیے مطلوبہ پولیمر کی صلاحیت پہلے ہی دستیاب ہے۔ درحقیقت، اگر صرف PFY کی ڈی ٹی وائی (DTY) قسم کو دیکھا جائے تو مقامی پیدا کنندگان، موثر اینٹی ڈمپنگ اقدامات کے ذریعے اپنی پیداواری صلاحیت کو مکمل طور پر استعمال کر کے، ملکی طلب کا 60 فیصد سے زیادہ حصہ پورا کر سکتے ہیں۔

☆ PFY ملک کی بڑی درآمدات میں شامل ہے، اس لیے اسے مقامی طور پر تیار کیا جانا ضروری ہے، بالخصوص جب اس کا خام مال پی ٹی اے (PTA) بھی مقامی طور پر ہی تیار کیا جاتا ہے۔ یہ بات بھی پیش نظر دینی چاہیے کہ سال 2003ء میں فلیمنٹ یارن کی مقامی طلب کا 90 فیصد سے زائد حصہ ملکی پیداوار سے پورا کیا جا رہا تھا۔ مزید یہ کہ اس کے بعد ڈاؤن اسٹریم انڈسٹری اور طلب میں نمایاں اضافہ ہوا ہے، اور پی ایف وائی کی مجموعی طلب 2017-2018 میں 260,000 ٹن کے مقابلے میں اب 350,000 ٹن سے تجاوز کر چکی ہے۔ لہذا، اس کی مقامی پیداوار میں اضافہ نہ صرف ضروری ہے بلکہ ملکی کرنٹ اکاؤنٹ خسارے پر دباؤ کم کرنے کے لیے بھی ناگزیر ہے۔

☆ اکتوبر 2025ء سے درآمدات پر ڈمپنگ ڈیوٹی چاہے پے آرڈر یا اسٹے آرڈر کی صورت میں بینک گارنٹی کے ذریعے کی وصولی کے نتیجے میں قیمتوں میں بہتری متوقع ہے۔ اس کے ساتھ ساتھ توانائی اور دیگر اخراجات میں کمی سے بھی کمپنی کے آئندہ سہ ماہی نتائج بہتر رہنے کی توقع ہے۔ ان شاء اللہ، رواں مالی سال کا مجموعی نتیجہ گزشتہ سال کے مقابلے میں نمایاں طور پر بہتر ہوگا۔

دیگر معاملات

- مکمل ملکیتی ذیلی کمپنیاں، گیٹر و پاور (پرائیویٹ) لمیٹڈ اور جی۔ پیک انرجی (پرائیویٹ) لمیٹڈ، بجلی پیدا کرنے اور فروخت کرنے کی معمول کی سرگرمیاں جاری رکھے ہوئے ہیں۔
- مکمل ملکیتی ماتحت میسرز گلوبل سنٹھیکس لمیٹڈ نے تاحال اپنے آپریشنز کا آغاز نہیں کیا ہے۔

اختصاص:

کمپنی کے بورڈ آف ڈائریکٹرز نے 30 ستمبر 2025ء کے اختتام پذیر ہونے والی سہ ماہی کیلئے کسی بھی عبوری نقد ڈیویڈنڈ کی سفارش نہیں کی ہے۔

آمدن/ (خسارہ) فی حصہ:

30 ستمبر 2025ء کو اختتام پذیر ہونے والی سہ ماہی کے لیے خسارہ فی حصہ 3.63 روپے رہا۔

اہم تبدیلیاں اور معاہدے:

بیلنس شیٹ کی تاریخ اور رپورٹ ہذا کی تاریخ کے مابین کمپنی کی مالیاتی حیثیت میں تبدیلی لانے والی نہ کوئی اہم بات رونما ہوئی اور نہ ہی ایسے معاہدے ہوئے۔

مختصر عبوری مجموعی مالیاتی گوشوارے

گروپ ہذا کے مختصر مجموعی مالیاتی گوشوارے (CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS)، ہمراہ نوٹس اور ڈائریکٹرز کی رپورٹ مذکورہ رپورٹ کے ساتھ منسلک ہیں۔

داخلی مالیاتی انتظام

اندرونی نگہداری کا نظام مضبوط بنیادوں پر استوار ہے اور اس کا نفاذ موثر طریقے سے کیا گیا ہے اور اس پر نظر رکھی گئی ہے۔

اظہار تشکر:

ہم بورڈ آف ڈائریکٹرز کی جانب سے اپنے تمام اسٹیک ہولڈرز کا کمپنی پر مسلسل اعتماد، تعاون اور حمایت کیلئے تہہ دل سے شکریہ ادا کرنا چاہتے ہیں۔ ہم ان کے مسلسل تعاون اور حمایت کو دل سے سراہتے ہیں اس امید کے ساتھ کہ ہم مستقبل میں بھی جاری رکھیں گے۔ ہم کمپنی کے ہر ممبر کے عزم، تخلیقی سوچ اور انتہائی لگن کے ساتھ اپنے فرائض کی انجام دہی کے لیے اپنی مخلصانہ تعریف کا اظہار کرنا چاہیں گے۔ آپ کی کوششیں ہماری کامیابی میں کلیدی حیثیت رکھتی ہیں۔ مزید برآں، ہم سرکاری اداروں، آڈیٹرز، ایس ای سی پی، پی ایس ایکس اور بینکوں کے بھی شکر گزار ہیں کہ انہوں نے اپنی قابل قدر رہنمائی اور معاونت فراہم کی، جس سے کمپنی کی ترقی اور پیشرفت میں نمایاں کردار ادا ہوا۔ آپ کی مسلسل شراکت داری اور حمایت کے لیے شکریہ۔

محمد اقبال بلوانی
ڈائریکٹر

شبیر دیوان
چیف ایگزیکٹو آفیسر

بتاریخ: 25 اکتوبر 2025ء

GATRON (INDUSTRIES) LIMITED

CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

		(Rupees in Thousand)	
	Note	September 2025 (Un-audited)	June 2025 (Audited)
ASSETS			
Non - Current Assets			
Property, plant and equipment	5	18,102,239	18,448,334
Intangible asset	6	47,621	50,127
Long term investments		430,611	443,964
Long term loans		195,767	182,672
Long term deposits		6,936	6,936
		18,783,174	19,132,033
Current Assets			
Stores, spare parts and loose tools		2,251,106	2,098,667
Stock in trade		5,665,672	7,313,274
Trade debts	13	4,325,390	4,662,811
Loans and advances		238,860	572,899
Current portion of long term loans		25,193	18,874
Trade deposits and short term prepayments		129,125	9,362
Other receivables	13	231,398	309,016
Short term investment		350,000	-
Cash and bank balances		80,646	119,941
		13,297,390	15,104,844
TOTAL ASSETS		32,080,564	34,236,877
EQUITY AND LIABILITIES			
EQUITY			
Share capital	7	1,087,290	1,087,290
Reserves		9,890,782	10,285,299
		10,978,072	11,372,589
LIABILITIES			
Non - Current Liabilities			
Long term financing		7,257,575	7,628,310
Lease liability against right of use assets		66,786	71,666
Deferred liabilities and income	8	1,207,069	1,225,486
		8,531,430	8,925,462
Current Liabilities			
Trade and other payables	9 & 13	5,592,177	4,550,612
Unclaimed dividend		801	853
Unpaid dividend		20,801	20,801
Accrued mark-up/ profit		444,269	480,103
Short term borrowings		4,467,407	6,909,208
Current portion of long term financing		1,530,116	1,488,520
Current portion of lease liability against right of use assets		24,922	23,322
Current portion of deferred liabilities and income		244,611	248,026
Provision for levies and income tax less payments		245,958	217,381
		12,571,062	13,938,826
CONTINGENCIES AND COMMITMENTS	10		
TOTAL EQUITY AND LIABILITIES		32,080,564	34,236,877

The notes 1 to 16 annexed herewith form an integral part of these condensed interim un-consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

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

	(Rupees in Thousand)	
	Jul-2025 to Sep-2025	Jul-2024 to Sep-2024
Sales	7,241,592	5,904,648
Cost of sales	7,037,158	5,889,474
Gross profit	204,434	15,174
Distribution and selling costs	83,559	122,151
Administrative expenses	119,550	167,169
Other expenses	23,568	24,412
	226,677	313,732
	(22,243)	(298,558)
Other income	65,774	38,553
Operating profit/(loss)	43,531	(260,005)
Finance cost	347,773	505,217
Loss before levies and income tax	(304,242)	(765,222)
Levies	90,275	73,616
Loss for the period	(394,517)	(838,838)
 Loss per share - Basic and diluted (Rupees)	 (3.63)	 (7.71)

The notes 1 to 16 annexed herewith form an integral part of these condensed interim un-consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

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

	(Rupees in Thousand)	
	Jul-2025 to Sep-2025	Jul-2024 to Sep-2024
Loss for the period	(394,517)	(838,838)
Other comprehensive income	-	-
Total comprehensive loss	<u>(394,517)</u>	<u>(838,838)</u>

The notes 1 to 16 annexed herewith form an integral part of these condensed interim un-consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	(Rupees in Thousand)				Total
	Share capital	Capital reserves	Reserves (Accumulated loss)/ Unappropriated profit	Sub Total	
Balances as at July 01, 2024	1,087,290	11,656,603	543,270	12,199,873	13,287,163
Total comprehensive loss for the three months ended September 30, 2024					
Loss for the period	-	-	(838,838)	(838,838)	(838,838)
Other comprehensive income	-	-	-	-	-
	-	-	(838,838)	(838,838)	(838,838)
Balances as at September 30, 2024	1,087,290	11,656,603	(295,568)	11,361,035	12,448,325
Total comprehensive loss for the nine months ended June 30, 2025					
Loss for the period	-	-	(1,132,285)	(1,132,285)	(1,132,285)
Other comprehensive income	-	-	56,549	56,549	56,549
	-	-	(1,075,736)	(1,075,736)	(1,075,736)
Balances as at June 30, 2025	1,087,290	11,656,603	(1,371,304)	10,285,299	11,372,589
Total comprehensive loss for the three months ended September 30, 2025					
Loss for the period	-	-	(394,517)	(394,517)	(394,517)
Other comprehensive income	-	-	-	-	-
	-	-	(394,517)	(394,517)	(394,517)
Balances as at September 30, 2025	1,087,290	11,656,603	(1,765,821)	9,890,782	10,978,072

The notes 1 to 16 annexed herewith form an integral part of these condensed interim un-consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	(Rupees in Thousand)	
	Jul-2025 to Sep-2025	Jul-2024 to Sep-2024
Cash Flows from/(towards) Operating Activities		
Loss before levies and income tax	(304,242)	(765,222)
Adjustments for non cash income and expenses:		
Depreciation on property, plant and equipment	444,075	351,208
Depreciation on right of use assets	6,160	6,627
Amortization of intangible asset	2,506	2,506
Provision for defined benefit plan	32,251	33,343
Gain on disposal of property, plant and equipment	(2,577)	(3,086)
Impairment in long term investments	13,353	7,997
Impairment/(reversal) of allowance for ECL-net	1,336	(13,609)
Impairment allowance for slow moving stores, spare parts and loose tools-net	8,791	6,010
Amortization of interest free long term loan to subsidiary company	(8,707)	(16,326)
Remeasurement gain on discounting of provision for GIDC	-	(1,173)
Finance costs	347,773	505,217
	844,961	878,714
	540,719	113,492
Decrease/(increase) in current assets:		
Stores, spare parts and loose tools	(161,230)	23,351
Stock in trade	1,647,602	(1,387,758)
Trade debts	336,085	(159,300)
Loans and advances	334,039	167,517
Trade deposits and short term prepayments	(119,763)	(126,645)
Other receivables	77,618	(32,629)
	2,114,351	(1,515,464)
Increase in trade and other payables	1,041,565	273,184
Cash flows from operations	3,696,635	(1,128,788)
(Payments for)/receipt of:		
Long term loans	(10,707)	5,405
Defined benefit plan	(12,964)	(4,294)
Finance costs	(377,866)	(412,709)
Income tax	(61,698)	(62,742)
Net cash flows from/(towards) operating activities	3,233,400	(1,603,128)
Cash flows (towards)/from Investing Activities		
Additions in property, plant and equipment	(106,322)	(1,020,229)
Proceeds from disposal of property, plant and equipment	4,759	4,698
Net cash flows towards investing activities	(101,563)	(1,015,531)
Cash flows (towards)/from Financing Activities		
Long term financing - proceeds received	63,854	135,215
Long term financing - repayments	(434,112)	(288,675)
Payments for lease liability against right of use assets	(9,021)	(9,358)
Short term borrowings - net (fixed term instruments)	(134,139)	(10,394)
Dividend paid	(52)	(134)
Net cash flows towards financing activities	(513,470)	(173,346)
Net increase/(decrease) in cash and cash equivalents	2,618,367	(2,792,005)
Cash and cash equivalents at the beginning of the period	(6,481,833)	(3,117,730)
Cash and cash equivalents at the end of the period	(3,863,466)	(5,909,735)
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Short term investment	350,000	-
Cash and bank balances	80,646	307,995
Short term borrowings	(4,294,112)	(6,217,730)
	(3,863,466)	(5,909,735)

The notes 1 to 16 annexed herewith form an integral part of these condensed interim un-consolidated financial statements.

GATRON (INDUSTRIES) LIMITED

NOTES TO THE CONDENSED INTERIM UN-CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

1 THE COMPANY AND ITS OPERATIONS

1.1 The Company was incorporated in Pakistan in 1980 as a Public Limited Company and its shares are quoted at the Pakistan Stock Exchange Limited since 1992. The principal business of the Company is manufacturing of Polyester Filament Yarn through its self-produced Polyester Polymer/Chips. The Company also produces PET Preforms. The registered office of the Company is situated at Room No.32, 1st Floor, Ahmed Complex, Jinnah Road, Quetta. The plant of the Company is situated at Plot No.441/49-M2, Sector "M", H.I.T.E., Main R.C.D. Highway, Hub, District Lasbela, Balochistan. Liaison office of the Company is situated at 11th Floor, G&T Tower, #18 Beaumont Road, Civil Lines-10, Karachi and 2nd floor, Bahria Complex-I, M.T. Khan Road, Karachi.

1.2 Following are the wholly owned subsidiaries of the Company:

- Gatro Power (Private) Limited, which is engaged in power generation.
- Global Synthetics Limited, which has yet to commence its operations.
- G-Pac Energy (Private) Limited, which is engaged in power generation.

2 BASIS OF PREPARATION

2.1 These condensed interim un-consolidated 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 comprises of International Accounting Standards (IAS) 34, interim financial reporting, issued by International Accounting Standard 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 with the requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim un-consolidated financial statements are the separate condensed interim un-consolidated financial statements of the Company in which investments in subsidiaries have been accounted for at cost less accumulated impairment losses, if any.

2.3 These condensed interim un-consolidated financial statements are unaudited and do not include all the information and disclosures of the annual financial statements and should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2025.

2.4 New accounting standards / amendments and IFRS interpretations that are effective for the period ended September 30, 2025

2.4.1 Standards, interpretations and amendments to published approved accounting standards that became effective during the period

There are certain amendments and interpretations to approved accounting and reporting standards which are mandatory for the Company's annual accounting period beginning on July 1, 2025; however, these do not have any significant impact on these condensed interim un-consolidated financial statements, hence not described.

2.4.2 New accounting standards / amendments and IFRS interpretations that are not yet effective

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2025. However, these amendments will not have any significant impact on the financial reporting of the Company, therefore, have not been disclosed in these condensed interim un-consolidated financial statements.

2.5 Functional and reporting currency

These condensed interim un-consolidated financial statements are presented in Pakistani Rupee (Rupees), which is the Company's functional currency.

3 ACCOUNTING ESTIMATES AND JUDGEMENTS

Judgements and estimates made by the management in the preparation of these condensed interim un-consolidated financial statements were the same as those applied to the audited financial statements as at and for the year ended June 30, 2025.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

		(Rupees in Thousand)	
		September 2025 (Un-audited)	June 2025 (Audited)
5	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets	5.1 17,291,011	17,734,041
	Capital work in progress	5.2 740,681	637,586
	Right of use assets	5.3 70,547	76,707
		18,102,239	18,448,334

5.1 Following are the cost of additions and net book value (NBV) of assets disposed off during the period:

Additions to operating fixed assets at cost during the period including transfer from Capital work in progress

		Three months ended September 2025	Three months ended September 2024
	Freehold Land	-	173,208
	Factory equipment	3,227	-
	Office equipment	-	1,008
		3,227	174,216
	Disposals of operating fixed assets at NBV during the period		
	Plant and machinery	-	149
	Motor vehicles	2,182	1,463
		2,182	1,612
	Depreciation on property, plant and equipment	444,075	351,208
5.2	Capital work in progress		
	Balance as at start of the period	637,586	4,848,559
	Additions during the period	103,095	863,238
	Balance as at end of the period	740,681	5,711,797
5.2.1	Breakup of capital work in progress		
	Factory building under construction	-	688,569
	Plant and machinery under erection	740,681	5,023,228
		740,681	5,711,797

		(Rupees in Thousand)	
		September 2025 (Un-audited)	June 2025 (Audited)
5.3	Right of use assets		
	Rented premises		
	Balance as at start of the period/year	76,707	108,825
	Effect of lease modification during the period/year	-	(7,479)
	Depreciation for the period/year	(6,160)	(24,639)
	Balance as at end of the period/year	70,547	76,707

- 10.1.1** The Tax Department disallowed expenses of Rs.74 million under section 122(5A) of the Income Tax Ordinance, 2001 for tax year 2022. However, no income tax demand was raised owing to tax refundable position both before and after amendment of assessment proceedings. The appeal was filed before CIRA which has been decided in favor of the Company vide order dated August 27, 2025 .
- 10.1.2** The Commissioner of Balochistan Revenue Authority (BRA) has raised demand of Rs.342.5 million on the basis of short withholding of Balochistan sales tax payment, vide order dated June 30, 2025, for the tax period July 2018 to June 2019. The Company has filed an appeal before Balochistan Appellate Tribunal against the said order, which has been decided in favor of the Company vide order dated Sep 15, 2025, by remanding back to the officer for reassessment. No provision has been made in these condensed interim un-consolidated financial statements.
- 10.1.3** Income tax return for the Tax Year 2024 was amended by the ADCIR vide order dated July 18, 2025 resulting in reduction of tax refund of Rs.2.3 million against which the Company filed an appeal dated: August 16, 2025 before CIRA. The case has been heard and reserved for order.

10.2 Guarantees

Bank Guarantees in favor of:

The Director Excise and Taxation, Karachi

The Electric Inspector, President Licencing Board, Quetta

Pakistan State Oil Company Limited

K-Electric Limited

Nazir of the High Court of Sindh, Karachi

Revolving Letter of Credit in favour of:

Sui Southern Gas Company Limited for Gas

(Rupees in Thousand)	
September 2025 (Un-audited)	June 2025 (Audited)
978,365	878,365
10	10
41,500	41,500
18,496	18,496
15,351	15,351
71,078	71,078
1,124,800	1,024,800

10.3 Commitments

The Company's commitments, against which the banks have opened Letters of Credit, in favor of different suppliers, are as follows:

Foreign currency:

Property, plant and equipment

Raw and packing material

Spare parts and others

Local currency:

Property, plant and equipment

395,746	399,047
2,808,932	1,051,555
37,048	35,626
3,241,726	1,486,228
-	2,366
3,241,726	1,488,594

11 MEASUREMENT OF FAIR VALUE

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. The Company's certain accounting policies and disclosure requires use of fair value measurement and the Company while assessing fair value maximize the use of relevant observable inputs and minimize the use of unobservable inputs establishing a fair value hierarchy, i.e., input used in fair value measurement is categorized into following three levels:

- Level 1 Inputs are the quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.
- Level 2 Inputs are inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 Inputs are unobservable inputs for the asset or liability.

As at reporting date the fair value of all the assets and liabilities approximates to their carrying values except property, plant and equipment and long term investments in subsidiaries and associate. The property, plant and equipment is carried at cost less accumulated depreciation and impairment if any, except free-hold land, lease-hold land and capital work in progress which are stated at cost, whereas long term investment in subsidiaries and associate carried at cost less accumulated impairment, if any. The Company does not expect that unobservable inputs may have significant effect on fair values.

12 SEGMENT REPORTING

12.1 Reportable segments

The Company's reportable segments are as follows:

- Polyester Filament Yarn - it comprises manufacturing of Polyester Filament Yarn and its raw material.
- Polyester PET Preforms - it comprises manufacturing of Polyester PET Preforms and its raw material.

Other expenses, other income, finance costs and taxation are managed at Company level.

12.2 Segment results:

The segment information for the reportable segments for the quarter ended September 30, 2025 is as follows:

	September 2025			September 2024		
	Polyester Filament Yarn	Polyester PET Preforms	Total	Polyester Filament Yarn	Polyester PET Preforms	Total
External sales	6,521,687	719,905	7,241,592	5,446,472	458,176	5,904,648
Segment result before depreciation	229,357	216,043	445,400	12,661	64,401	77,062
Less: Depreciation on property, plant and equipment	(426,799)	(17,276)	(444,075)	(333,890)	(17,318)	(351,208)
Segment result after depreciation	(197,442)	198,767	1,325	(321,229)	47,083	(274,146)
Reconciliation of segment results with Loss before levies and income tax:						
Total results for reportable segments			1,325			(274,146)
Other expenses			(23,568)			(24,412)
Other income			65,774			38,553
Finance costs			(347,773)			(505,217)
Loss before levies and income tax			(304,242)			(765,222)

Assets and liabilities by segments are as follows:

	September 2025			June 2025		
	(Un-audited)			(Audited)		
Segment assets	24,972,649	662,141	25,634,790	26,751,822	1,174,160	27,925,982
Segment liabilities	10,908,374	161,373	11,069,747	12,717,005	141,751	12,858,756
Reconciliation of segments assets and liabilities with total in the condensed interim un-consolidated statement of financial position is as follows:						
	Assets		Liabilities	Assets		Liabilities
Total for reportable segments	25,634,790		11,069,747	27,925,982		12,858,756
Unallocated	6,445,774		10,032,745	6,310,895		10,005,532
Total as per condensed interim un-consolidated statement of financial position	32,080,564		21,102,492	34,236,877		22,864,288

Other segment information is as follows:

	September 2025			September 2024		
Depreciation on property, plant and equipment	426,799	17,276	444,075	333,890	17,318	351,208
Capital expenditures incurred during the period	403	-	403	319,921	-	319,921
Unallocated capital expenditure incurred during the period			105,919			700,308
Total			106,322			1,020,229

12.3 98.65% (September 2024 : 98.70%) out of total sales of the Company relates to customers in Pakistan.

12.4 All non-current assets of the Company as at September 30, 2025 are located in Pakistan.

12.5 Revenue from major customer individually accounting for more than 10% of the Company's revenue was Rs.1,631.200 million (September 2024 Rs.691.453 million).

13 TRANSACTIONS WITH RELATED PARTIES

The related parties include Subsidiaries, Associates and Other Related Group Companies, Key Management Personnel and Defined Contribution Plan (Provident Fund). The Company continues to have a policy whereby transactions with related parties are entered into at commercial terms, approved policy and at rate agreed under a contract / arrangement / agreement. Contributions to defined contribution plan (Provident Fund) are made as per the terms of employment. Remuneration of Key Management Personnel is in accordance with their terms of engagements. Details of transactions with related parties are as follows:

Name	Nature of relationship	Basis of relationship	Nature of transaction	(Rupees in Thousand)	
				Three months ended September 2025	Three months ended September 2024
Gatro Power (Private) Limited	Wholly owned Subsidiary Company	100% ownership	Purchase of power	904,198	1,127,526
			Plant operation arrangement	12,000	12,000
			Reimbursement of expenses	49,292	14,326
G-Pac Energy (Private) Limited	Wholly owned Subsidiary Company	100% ownership	Purchase of power	248,296	-
			Long term loan disbursed	-	1,500
			Repayment of long term loan	-	12,500
			Plant operation arrangement	1,500	-
Novatex Limited	Related Party	Common directorship	Sales of goods and other material	421,285	226,889
			Rendering of services	1,210,142	464,564
			Purchase of raw & other material	168,823	761,797
			Rent	5,979	6,593
			Reimbursement of expenses	65,093	4,348
G-Pac Corporation	Related Party	Common directorship	Sale of goods	86,068	23,886
Gani & Tayub (Private) Limited	Related Party	Common directorship	Rent	1,950	1,950
Mustaqim Dyeing & Printing Industries (Private) Limited	Related Party	Common directorship	Sales of goods and other material	35,279	110,570
			Rendering of services	14,631	4,542
			Reimbursement of expenses	31	313
G&T Tyre (Private) Limited	Related Party	Common directorship	Purchase of other material	-	321
Krystosoft (Private) Limited	Related Party	Common directorship	Acquisition of services	-	50
Krystopac Energy (Private) Limited	Related Party	Common directorship	Reimbursement of expenses	222	-
Krystalite Product (Private) Limited	Related Party	Common key management	Sales of goods and other material	5	142
			Reimbursement of expenses	2,109	-
Nova Mobility (Private) Limited	Related Party	Common key management	Reimbursement of expenses	775	14
Gatron (Industries) Limited Workers Provident Fund	Retirement benefit fund	Employees fund	Provident fund contribution	1,826	1,620

There are no transactions with Key Management Personnel other than remuneration under their terms of employment amounting to Rs.194.585 million (September 2024: Rs.201.082 million).

The above figures are exclusive of sales tax, where applicable.

Outstanding balances, as at reporting date, are disclosed as follows:

	(Rupees in Thousand)	
	As at September 30, 2025 (Un-audited)	As at June 30, 2025 (Audited)
Gatro Power (Private) Limited		
Other receivables	9,245	5,245
Trade and other payables	85,120	11,299
G-Pac Energy (Private) Limited		
Other receivables	1,000	3,000
Trade and other payables	182,926	140,086
Novatex Limited		
Trade debts	227,225	940,978
Trade and other payables	197,059	51,900
G-Pac Corporation		
Trade debts	75,942	60,390
Trade and other payables	102	102
Gani & Tayub (Private) Limited		
Trade and other payables	1,300	-
Mustaqim Dyeing & Printing Industries (Private) Limited		
Trade debts	329,555	294,067
Trade and other payables	31	-
Krystopac Energy (Private) Limited		
Trade and other payables	222	-
Krystalite Product (Private) Limited		
Other receivables	-	11
Trade and other payables	349	-
Nova Mobility (Private) Limited		
Other receivables	891	116
Gatron (Industries) Limited Workers Provident Fund		
Trade and other payables	1,212	1,345

14 DATE OF AUTHORISATION

These condensed interim un-consolidated financial statements were authorized for issue on October 25, 2025 by the Board of Directors of the Company.

15 CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim un-consolidated statement of financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim un-consolidated statement of profit or loss, condensed interim un-consolidated statement of comprehensive income, condensed interim un-consolidated statement of changes in equity and condensed interim un-consolidated statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

16 GENERAL

- 16.1** Charge for Workers' Profit Participation Fund, Workers' Welfare Fund, Deferred Tax and Income Tax (where applicable) are interim and final liability will be determined on the basis of annual results.
- 16.2** Figures have been rounded off to the nearest thousand of Rupees.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer



Gatron

**Consolidated
Financial
Statements**

September 30, 2025

GATRON (INDUSTRIES) LIMITED

DIRECTORS' REPORT

Dear Shareholders,

On behalf of the Board of Directors of M/s. Gatron (Industries) Limited, we are pleased to present the Un-Audited Condensed Interim Consolidated Financial Statements of the Group for the three months ended September 30, 2025.

THE GROUP

The Group comprises Gatron (Industries) Limited and its subsidiaries i.e. Gatro Power (Private) Limited, Global Synthetics Limited and G-Pac Energy (Private) Limited. The Director's report, detailing performance of the Holding Company, i.e. Gatron (Industries) Limited for the three months ended September 30, 2025, has been annexed separately in this report.

The principal business of Wholly Owned Subsidiary Company Messrs. Gatro Power (Private) Limited is to generate and sell electric power. The operations of the Subsidiary Company remain normal during the period.

The principal business of Wholly Owned Subsidiary Company Messrs. G-Pac Energy (Private) Limited is to generate and sell electric power. The operations of the Subsidiary Company remain normal during the period.

Wholly owned subsidiary Messrs. Global Synthetics Limited has yet to commence its operations.

CONSOLIDATED FINANCIALS:

	(Pak Rupees in Thousand)
Operating results for the three months ended September 30, 2025	
Loss before levies and income tax	(329,953)
Levies and Income tax	90,275
Loss for the period	(420,228)
Accumulated loss brought forward	(179,964)
Accumulated loss carried forward	(600,192)
Loss per share- Basic and diluted (Rupees)	(3.86)

	(Pak Rupees in Thousand)
State of Affairs as on September 30, 2025	
Property, plant and equipment	20,923,181
Other non-current assets	61,968
Current assets	14,106,883
Total assets	35,092,032
Deduct:	
Non-current liabilities	8,535,765
Current liabilities	14,127,566
Total liabilities	22,663,331
Net assets financed by shareholders' equity	12,428,701

MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred during the period to which the balance sheet relates and the date of this report.

INTERNAL FINANCIAL CONTROLS

The system of internal controls is sound in design and has been effectively implemented and monitored.

ACKNOWLEDGMENT

The Board of Directors of your Company take this opportunity to express their deep sense of gratitude for all the stakeholders for their encouragement and continued support, we appreciate the Company's management and supporting staff for their satisfactory performance and devotion to duty and we are grateful to all Government Institutions, Auditors, the SECP, the PSX and Banks for their valuable support and cooperation.

SHABBIR DIWAN
CHIEF EXECUTIVE OFFICER

MUHAMMAD IQBAL BILWANI
DIRECTOR

October 25, 2025

معزز حصص یافتگان،

میسرز گیٹرون (انڈسٹریز) لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہم 30 ستمبر 2025ء کو ختم ہونے والی سہ ماہی کے لیے گروپ ہذا کے غیر آڈٹ شدہ مختصر عبوری جامع مالیاتی گوشوارے پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

گروپ

مذکورہ گروپ گیٹرون (انڈسٹریز) لمیٹڈ اور اس کے ذیلی اداروں یعنی گیٹرو پاور (پرائیویٹ) لمیٹڈ، گلوبل سٹریٹجیکس لمیٹڈ اور G-پیک انرجی (پرائیویٹ) لمیٹڈ پر مشتمل ہے۔ ہولڈنگ کمپنی یعنی گیٹرون (انڈسٹریز) لمیٹڈ کی 30 ستمبر 2025ء کو ختم ہونے والی سہ ماہی کی کارکردگی کے بارے میں ڈائریکٹرز کی رپورٹ کو مذکورہ رپورٹ میں علیحدہ سے منسلک کیا گیا ہے۔

مکمل ملکیتی ذیلی کمپنیز میسرز گیٹرو پاور (پرائیویٹ) لمیٹڈ اور G-پیک انرجی (پرائیویٹ) لمیٹڈ کے بنیادی کاروبار بجلی کی پیداوار اور فروخت ہے۔ موجودہ مدت کے دوران ان ذیلی کمپنیوں کے آپریشن معمول کے مطابق جاری رہے۔

مکمل ملکیتی ذیلی کمپنی میسرز گلوبل سٹریٹجیکس لمیٹڈ نے تاحال اپنے آپریشنز کا آغاز نہیں کیا ہے۔

جامع مالیات:

پاکستانی روپے (ہزاروں میں)	
	آپریٹنگ نتائج برائے سہ ماہی ختمہ 30 ستمبر 2025ء
(329,953)	خسارہ قبل از محصولات اور انکم ٹیکس
90,275	محصولات اور انکم ٹیکس
(420,228)	موجودہ مدت کا خسارہ
(179,964)	جمع شدہ خسارہ گزشتہ (Accumulated loss brought forward)
(600,192)	جمع شدہ خسارہ حالیہ (Accumulated loss carried forward)
(3.86)	نقصان فی شیئر بنیادی اور تقسیم شدہ (Loss per share - Basic and diluted) (روپے)
پاکستانی روپے (ہزاروں میں)	30 ستمبر 2025ء تک معاملات کی صورتحال
20,923,181	املاک، پلائنٹ اور ایکویپمنٹ
61,968	دیگر پائیدار اثاثہ جات
14,106,883	بدل پزیر اثاثہ جات
35,092,032	کل اثاثہ جات
	منہاجات:
8,535,765	پائیدار واجبات
14,127,566	بدل پزیر واجبات
22,663,331	کل واجبات
12,428,701	خالص اثاثہ جات ادا شدہ منجانب ایکویٹی بابتہ حصص یافتگان

اہم تبدیلیاں اور معاہدات:

بیلنس شیٹ کی تاریخ اور رپورٹ ہذا کی تاریخ کے درمیان کمپنی کی مالیاتی حیثیت میں تبدیلی لانے والی نہ کوئی اہم بات رونما ہوئی اور نہ ہی ایسے معاہدے ہوئے۔

اندرونی مالیاتی کنٹرول:

اندرونی نگہداری کا نظام مضبوط بنیادوں پر استوار ہے اور اس کا نفاذ مؤثر طور سے کیا گیا ہے اور اس پر نظر بھی رکھی جارہی ہے۔

اظہار تشکر:

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز اس موقع پر تمام اسٹیک ہولڈرز کی حوصلہ افزائی اور مسلسل تعاون کیلئے اپنے گہرے جذبات کا اظہار کرتے ہیں، ہم کمپنی کی انتظامیہ اور معاون عملے کی تسلی بخش کارکردگی اور ڈیوٹی سے لگن کے لیے ان کی تعریف کرتے ہیں اور ہم تمام حکومتی اداروں، آڈیٹرز، SECP، PSX اور بینکوں کے ان کی قیمتی معاونت اور تعاون پر مشکور ہیں۔

محمد اقبال بلوانی

ڈائریکٹر

شبیر دیوان

چیف ایگزیکٹو آفیسر

بتاریخ: 25 اکتوبر 2025ء

GATRON (INDUSTRIES) LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

		(Rupees in Thousand)	
	Note	September 2025 (Un-audited)	June 2025 (Audited)
ASSETS			
Non - Current Assets			
Property, plant and equipment	5	20,923,181	21,257,284
Intangible asset	6	47,621	50,127
Long term loans		7,411	3,023
Long term deposits		6,936	6,936
		20,985,149	21,317,370
Current Assets			
Stores, spare parts and loose tools		2,862,344	2,767,246
Stock in trade		5,665,672	7,313,274
Trade debts	13	4,325,390	4,662,811
Loans and advances		268,905	596,525
Current portion of long term loans		25,275	19,010
Trade deposits and short term prepayments		183,888	11,082
Other receivables	13	220,118	332,635
Short term investment		350,000	-
Cash and bank balances		205,291	132,179
		14,106,883	15,834,762
TOTAL ASSETS		35,092,032	37,152,132
EQUITY AND LIABILITIES			
EQUITY			
Share capital	7	1,087,290	1,087,290
Reserves		11,341,411	11,761,639
		12,428,701	12,848,929
LIABILITIES			
Non - Current Liabilities			
Long term financing		7,257,575	7,628,310
Lease liability against right of use assets		66,786	71,666
Deferred liabilities and income	8	1,211,404	1,229,499
		8,535,765	8,929,475
Current Liabilities			
Trade and other payables	9 & 13	6,420,776	5,257,300
Unclaimed dividend		801	853
Unpaid dividend		20,801	20,801
Accrued mark-up/ profit		444,269	480,103
Short term borrowings		4,467,407	6,909,208
Current portion of long term financing		1,530,116	1,488,520
Current portion of lease liability against right of use assets		24,922	23,322
Current portion of deferred liabilities and income		972,640	976,055
Provision for levies and income tax less payments		245,834	217,566
		14,127,566	15,373,728
CONTINGENCIES AND COMMITMENTS	10		
TOTAL EQUITY AND LIABILITIES		35,092,032	37,152,132

The notes 1 to 16 annexed herewith form an integral part of these condensed interim consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

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

	(Rupees in Thousand)	
	Jul-2025 to Sep-2025	Jul-2024 to Sep-2024
Sales	7,241,592	5,904,648
Cost of sales	7,064,163	5,844,206
Gross profit	177,429	60,442
Distribution and selling costs	83,559	122,151
Administrative expenses	122,578	171,629
Other expenses	9,844	18,688
	215,981	312,468
	(38,552)	(252,026)
Other income	57,120	47,202
Operating profit/(loss)	18,568	(204,824)
Finance cost	348,521	515,441
Loss before levies and income tax	(329,953)	(720,265)
Levies	90,275	73,616
Loss before income tax	(420,228)	(793,881)
Income tax	-	3,402
Loss for the period	(420,228)	(797,283)
Loss per share - Basic and diluted (Rupees)	(3.86)	(7.33)

The notes 1 to 16 annexed herewith form an integral part of these condensed interim consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

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

	(Rupees in Thousand)	
	Jul-2025 to Sep-2025	Jul-2024 to Sep-2024
Loss for the period	(420,228)	(797,283)
Other comprehensive income	-	-
Total comprehensive loss	<u>(420,228)</u>	<u>(797,283)</u>

The notes 1 to 16 annexed herewith form an integral part of these condensed interim consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**

FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	(Rupees in Thousand)					
	Share capital	Reserves			Sub Total	Total
		Capital reserves	General reserve	(Accumulated loss)/ Unappropriated profit		
Balances as at July 01, 2024	1,087,290	11,656,603	285,000	1,778,223	13,719,826	14,807,116
Total comprehensive loss for the three months ended September 30, 2024						
Loss for the period	-	-	-	(797,283)	(797,283)	(797,283)
Other comprehensive income	-	-	-	-	-	-
	-	-	-	(797,283)	(797,283)	(797,283)
Balances as at September 30, 2024	1,087,290	11,656,603	285,000	980,940	12,922,543	14,009,833
Total comprehensive loss for the nine months ended June 30, 2025						
Loss for the period	-	-	-	(1,217,398)	(1,217,398)	(1,217,398)
Other comprehensive income	-	-	-	56,494	56,494	56,494
	-	-	-	(1,160,904)	(1,160,904)	(1,160,904)
Balances as at June 30, 2025	1,087,290	11,656,603	285,000	(179,964)	11,761,639	12,848,929
Total comprehensive loss for the three months ended September 30, 2025						
Loss for the period	-	-	-	(420,228)	(420,228)	(420,228)
Other comprehensive income	-	-	-	-	-	-
	-	-	-	(420,228)	(420,228)	(420,228)
Balances as at September 30, 2025	1,087,290	11,656,603	285,000	(600,192)	11,341,411	12,428,701

The notes 1 to 16 annexed herewith form an integral part of these condensed interim consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

	(Rupees in Thousand)	
	Jul-2025 to Sep-2025	Jul-2024 to Sep-2024
Cash flows from/(towards) Operating Activities		
Loss before levies and income tax	(329,953)	(720,265)
Adjustments for non cash income and expenses:		
Depreciation on property, plant and equipment	493,888	392,564
Depreciation on right of use assets	6,160	6,627
Amortization of intangible asset	2,506	2,506
Provision for defined benefit plan	32,573	33,571
Gain on disposal of property, plant and equipment	(2,577)	(3,086)
Impairment/(reversal) of allowance for ECL-net	1,336	(13,609)
Impairment allowance for slow moving stores, spare parts and loose tools-net	8,420	8,048
Remeasurement gain on discounting of provision for GIDC	-	(11,008)
Finance costs	348,521	515,441
	890,827	931,054
	560,874	210,789
Decrease/(increase) in current assets:		
Stores, spare parts and loose tools	(103,518)	90,305
Stock in trade	1,647,602	(1,387,758)
Trade debts	336,085	(159,300)
Loans and advances	327,620	113,592
Trade deposits and short term prepayments	(172,806)	(179,498)
Other receivables	112,517	(36,193)
	2,147,500	(1,558,852)
Increase in trade and other payables	1,163,476	318,161
Cash flows from/(towards) operations	3,871,850	(1,029,902)
(Payment for)/receipts of:		
Long term loans	(10,653)	(5,513)
Defined benefit plan	(12,964)	(4,294)
Finance costs	(378,614)	(422,933)
Income tax	(62,007)	(65,013)
Net cash flows from/(towards) operating activities	3,407,612	(1,527,655)
Cash flows (towards)/from Investing Activities		
Additions in property, plant and equipment	(168,127)	(1,114,287)
Proceeds from disposal of property, plant and equipment	4,759	4,698
Net cash flows towards investing activities	(163,368)	(1,109,589)
Cash flows (towards)/from Financing Activities		
Long term financing - proceeds received	63,854	135,215
Long term financing - repayments	(434,112)	(288,675)
Payments for lease liability against right of use assets	(9,021)	(9,358)
Short term borrowings - net (fixed term instruments)	(134,139)	(10,394)
Dividend paid	(52)	(134)
Net cash flows towards financing activities	(513,470)	(173,346)
Net increase/(decrease) in cash and cash equivalents	2,730,774	(2,810,590)
Cash and cash equivalents at the beginning of the period	(6,469,595)	(3,074,078)
Cash and cash equivalents at the end of the period	(3,738,821)	(5,884,668)
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Short term investment	350,000	-
Cash and bank balances	205,291	333,062
Short term borrowings	(4,294,112)	(6,217,730)
	(3,738,821)	(5,884,668)

The notes 1 to 16 annexed herewith form an integral part of these condensed interim consolidated financial statements.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

GATRON (INDUSTRIES) LIMITED

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2025

1 THE GROUP AND ITS OPERATIONS

1.1 The Group consists of :

- Gatron (Industries) Limited
- Gatro Power (Private) Limited
- Global Synthetics Limited
- G-Pac Energy (Private) Limited

The Parent Company was incorporated in Pakistan in 1980 as a Public Limited Company and its shares are being quoted at the Pakistan Stock Exchange Limited since 1992. The principal business of the Parent Company is manufacturing of Polyester Filament Yarn through its self-produced Polyester Polymer/Chips. The Parent Company also produces PET Preforms. The registered office of the Parent Company is situated at Room No.32, 1st Floor, Ahmed Complex, Jinnah Road, Quetta. The plant of the Parent Company is situated at Plot No.441/49-M2, Sector "M", H.I.T.E., Main R.C.D. Highway, Hub, District Lasbela, Balochistan. Liaison office of the Parent Company is situated at 11th Floor, G&T Tower, #18 Beaumont Road, Civil Lines-10, Karachi and 2nd floor, Bahria Complex-I, M.T. Khan Road, Karachi.

Gatro Power (Private) Limited is a wholly owned subsidiary of Gatron (Industries) Limited. The principal business of the Subsidiary Company is to generate and sale electric power. The registered office of the Subsidiary Company is situated at Room No.32, 1st Floor, Ahmed Complex, Jinnah Road, Quetta. The plant of the Subsidiary Company is situated at Plot No.441/49-M2, Sector "M", H.I.T.E., Main R.C.D. Highway, Hub, District Lasbela, Balochistan and liaison office of the Subsidiary Company is situated at 11th Floor, G&T Tower, #18 Beaumont Road, Civil Lines-10, Karachi.

Global Synthetics Limited is a wholly owned subsidiary of Gatron (Industries) Limited, which has yet to commence its operations. The registered and liaison office of the Subsidiary Company is situated at 11th Floor, G&T Tower, #18 Beaumont Road, Civil Lines-10, Karachi.

G-Pac Energy (Private) Limited is a wholly owned subsidiary of Gatron (Industries) Limited. The principal business of the Subsidiary Company is to generate and sale electric power. The registered/liaison office of the Company is situated at 11th Floor, G&T Tower, # 18 Beaumont Road, Civil Lines-10, Karachi. The plant of the Company is situated at Plot No. 441/49-M2, Sector "M", H.I.T.E., Main R.C.D. Highway, Hub Chowki, Distt Lasbela, Balochistan.

2 BASIS OF PREPARATION

2.1 These condensed interim consolidated 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 comprises of International Accounting Standards (IAS) 34, interim financial reporting, issued by International Accounting Standard 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 with the requirement of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

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

2.3 New accounting standards / amendments and IFRS interpretations that are effective for the period ended September 30, 2025

2.3.1 Standards, interpretations and amendments to published approved accounting standards that became effective during the period

There are certain amendments and interpretations to approved accounting and reporting standards which are mandatory for the Group's annual accounting period beginning on July 1, 2025; however, these do not have any significant impact on these condensed interim consolidated financial statements, hence not described.

2.3.2 New accounting standards / amendments and IFRS interpretations that are not yet effective

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Group's annual accounting periods beginning on or after July 1, 2025. However, these amendments will not have any significant impact on the financial reporting of the Company, therefore, have not been disclosed in these condensed interim consolidated financial statements.

2.4 Functional and reporting currency

These condensed interim consolidated financial statements are presented in Pakistani Rupee (Rupees), which is the Group's functional currency.

3 ACCOUNTING ESTIMATES AND JUDGEMENTS

Judgements and estimates made by the management in the preparation of these condensed interim consolidated financial statements were the same as those applied to the audited financial statements as at and for the year ended June 30, 2025.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

		(Rupees in Thousand)	
		September 2025 (Un-audited)	June 2025 (Audited)
5	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets	18,898,961	19,391,804
	Capital work in progress	1,953,673	1,788,773
	Right of use assets	70,547	76,707
		20,923,181	21,257,284

5.1 Following are the cost of additions and net book value (NBV) of assets disposed off during the period:

Additions to operating fixed assets at cost during the period including transfer from Capital work in progress

		Three months ended September 2025	Three months ended September 2024
	Freehold land	-	173,208
	Factory equipment	3,227	-
	Office equipment	-	1,008
		3,227	174,216
	Disposals of operating fixed assets at NBV during the period		
	Plant and machinery	-	149
	Motor vehicles	2,182	1,463
		2,182	1,612
	Depreciation on property, plant and equipment	493,888	392,564
5.2	Capital work in progress		
	Balance as at start of the period/year	1,788,773	6,229,325
	Additions during the period/year	164,900	957,296
	Balance as at end of the period/year	1,953,673	7,186,621
5.2.1	Breakup of capital work in progress		
	Factory building under construction	-	770,946
	Plant and machinery under erection	1,953,673	6,415,675
		1,953,673	7,186,621

		September 2025 (Un-audited)	June 2025 (Audited)
5.3	Right of use assets		
	Rented premises		
	Balance as at start of the period/year	76,707	108,825
	Effect of lease modification during the period/year	-	(7,479)
	Depreciation for the period/year	(6,160)	(24,639)
	Balance as at end of the period/year	70,547	76,707

		Note	(Rupees in Thousand) September 2025 (Un-audited)	June 2025 (Audited)
6	INTANGIBLE ASSET			
	Software and licences			
	Balance as at start of the period/year		50,127	60,152
	Amortization during the period/year		(2,506)	(10,025)
	Balance as at end of the period/year		47,621	50,127
7	SHARE CAPITAL			
	(Number of Shares)			
	September 2025 (Un-audited)	June 2025 (Audited)		
7.1	Authorized capital			
	130,000,000	130,000,000	Ordinary shares of Rs.10 each	1,300,000
7.2	Issued, subscribed and paid up capital			
	62,136,080	62,136,080	Ordinary shares of Rs.10 each allotted for consideration paid in cash	621,361
	46,592,880	46,592,880	Ordinary shares of Rs.10 each allotted as fully paid bonus shares	465,929
	108,728,960	108,728,960		1,087,290
8	DEFERRED LIABILITIES AND INCOME			
	Deferred Liabilities			
	Defined benefit plan	8.1	693,525	673,916
	Deferred income			
	Deferred Income - Government scheme	8.2	517,879	555,583
			1,211,404	1,229,499
8.1	Defined benefit plan			
	Balance as at start of the period/year		673,916	626,931
	Charge for the period/year		32,573	144,952
	Remeasurement gain		-	(56,494)
	Payments during the period/year		(12,964)	(41,473)
	Balance as at end of the period/year		693,525	673,916
8.2	Deferred Income - Government scheme			
	This represents the value of benefit of below-market markup rate on the loans obtained under Islamic Temporary Economic Refinance Scheme (ITERF). ITERF scheme is a ‘temporary’ relief measure taken by the State Bank of Pakistan (SBP) in context of COVID-19 related economic situation and with the objective to provide stimulus to the economy across the board by supporting new investment and BMR of the existing projects in the country. The difference between the fair value of these loans and proceeds received is recorded as Deferred income - Government scheme.			
9	TRADE AND OTHER PAYABLES			
	There are no material changes in the status of provisions includes in trade and other payables as reported in the annual audited financial statements for the year ended June 30, 2025.			
10	CONTINGENCIES AND COMMITMENTS			
	The detail of contingencies and commitments as at reporting date are as follows:			
10.1	Contingencies			
	There are no material changes in the status of contingencies as reported in the annual audited financial statements for the year ended June 30, 2025, except for the following:			

- 10.1.1** The Tax Department disallowed expenses of Rs.74 million under section 122(5A) of the Income Tax Ordinance, 2001 for tax year 2022. However, no income tax demand was raised owing to tax refundable position both before and after amendment of assessment proceedings. The appeal was filed before CIRA which has been decided in favor of the Parent Company vide order dated August 27, 2025.
- 10.1.2** The Commissioner of Balochistan Revenue Authority (BRA) has raised demand of Rs.342.5 million on the basis of short withholding of Balochistan sales tax payment, vide order dated June 30, 2025, for the tax period July 2018 to June 2019. The Parent Company has filed an appeal before Balochistan Appellate Tribunal against the said order, which has been decided in favor of the Parent Company vide order dated Sep 15, 2025, by remanding back to the officer for reassessment. No provision has been made in these condensed interim consolidated financial statements.
- 10.1.3** Income tax return for the Tax Year 2024 was amended by the ADCIR vide order dated July 18, 2025 resulting in reduction of tax refund of Rs.2.3 million against which the Parent Company filed an appeal dated: August 16, 2025 before CIRA. The case has been heard and reserved for order.

10.2 Guarantees

Bank Guarantees in favor of:

The Director Excise and Taxation, Karachi

The Electric Inspector, President Licencing Board, Quetta

Pakistan State Oil Company Limited

K-Electric Limited

Nazir of the High Court of Sindh, Karachi

Revolving Letter of Credit in favour of:

Sui Southern Gas Company Limited for Gas

(Rupees in Thousand)	
September 2025 (Un-audited)	June 2025 (Audited)
1,013,865	913,865
10	10
41,500	41,500
18,496	18,496
15,351	15,351
1,572,480	1,572,480
2,661,702	2,561,702

10.3 Commitments

The Group's commitments, against which the banks have opened Letters of Credit, in favor of different suppliers, are as follows:

Foreign currency:

Property, plant and equipment

Raw and packing material

Spare parts and others

Local currency:

Property, plant and equipment

395,746	399,047
2,808,932	1,051,555
51,417	55,752
3,256,095	1,506,354
-	2,366
3,256,095	1,508,720

11 MEASUREMENT OF FAIR VALUE

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. The Group's certain accounting policies and disclosure requires use of fair value measurement and the Group while assessing fair value maximize the use of relevant observable inputs and minimize the use of unobservable inputs establishing a fair value hierarchy, i.e., input used in fair value measurement is categorized into following three levels:

Level 1 Inputs are the quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.

Level 2 Inputs are inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 Inputs are unobservable inputs for the asset or liability.

As at reporting date, the fair value of all the assets and liabilities approximates to their carrying values except property, plant and equipment. The property, plant and equipment is carried at cost less accumulated depreciation and impairment if any, except freehold land, leasehold land and capital work in progress which are stated at cost. The Group does not expect that unobservable inputs may have significant effect on fair values.

12 SEGMENT REPORTING

12.1 Reportable segments

The Group's reportable segments are as follows:

- Polyester Filament Yarn - it comprises manufacturing of Polyester Filament Yarn and its raw material.
- Polyester PET Preform - it comprises manufacturing of Polyester PET Preform and its raw material. This includes the results of Subsidiary Company Messrs. Global Synthetics Limited, which has not yet commenced its operations till date.
- Electric Power generation - it comprises operations of Subsidiary Companies Messrs. Gatro Power (Private) Limited and Messrs. G-Pac Energy (Private) Limited.

Other expenses, other income, finance costs and taxation are managed at Group level.

12.2 Segment results:

The segment information for the reportable segments for the quarter ended September 30, 2025 is as follows:

(Rupees in Thousand)

	September 2025				September 2024					
	Polyester Filament Yarn	Polyester PET Preform	Total of Polyester Polymer	Power Generation	Group	Polyester Filament Yarn	Polyester PET Preform	Total of Polyester Polymer	Power Generation	Group
Sales	6,521,687	719,905	7,241,592	1,152,494	8,394,086	5,446,472	458,176	5,904,648	1,127,526	7,032,174
Segment result before depreciation	229,357	216,043	445,400	19,780	465,180	12,661	64,401	77,062	82,164	159,226
Less: Depreciation on property, plant and equipment	(426,799)	(17,276)	(444,075)	(49,813)	(493,888)	(333,890)	(17,318)	(351,208)	(41,356)	(392,564)
Segment result after depreciation	(197,442)	198,767	1,325	(30,033)	(28,708)	(321,229)	47,083	(274,146)	40,808	(233,338)
Reconciliation of segment sales and results with Sales and Loss before levies and income tax:										
Total sales for reportable segments					8,394,086					7,032,174
Elimination of inter-segment sales from subsidiary companies					(1,152,494)					(1,127,526)
Sales					7,241,592					5,904,648
Total results for reportable segments	1,325 (30,033)				(28,708)	(274,146)				40,808
Other expenses	(23,568) -				(23,568)	(24,412)				(2,273)
Other income	65,774 424				66,198	38,553				24,975
Finance costs	(347,773) (9,455)				(357,228)	(505,217)				(26,550)
	(304,242) (39,064)				(343,306)	(765,222)				36,960
Elimination of intra group transaction					13,353					
Loss before levies and income tax					(329,953)					7,997
										(720,265)

Assets and liabilities by segments are as follows:

[illegible]

Other segment information is as follows:

	September 2025			September 2024		
	426,799	17,276	444,075	49,813	493,888	
Depreciation on property, plant and equipment						392,564
Capital expenditures incurred during the period	403	-	403	61,805	62,208	413,979
Unallocated capital expenditure incurred during the period					105,919	700,308
Total					168,127	1,114,287

12.3 All non-current assets of the Group as at September 30, 2025 are located in Pakistan. Parent Company's local sales represents sales to various external customers in Pakistan whereas export sales represents sales to customers in United State of America and Europe.

12.4 Revenue from major customer individually accounting for more than 10% of the Group's revenue was Rs.1,631.200 million (September 2024 Rs.691.453 million).

TRANSACTIONS WITH RELATED PARTIES

The related parties include Associate and Other Related Group Companies, Key Management Personnel and Defined Contribution Plans (Provident Funds). The Group continues to have a policy whereby transactions with related parties are entered into at commercial terms, approved policy and at rate agreed under a contract / arrangement / agreement. Contributions to defined contribution plan (Provident Funds) are made as per the terms of employment. Remuneration of Key Management Personnel is in accordance with their terms of engagements. Details of transactions with related parties are as follows:

Name	Nature of relationship	Basis of relationship	Nature of transaction	(Rupees in Thousand)	
				Three months ended September 2025	Three months ended September 2024
Novatex Limited	Related Party	Common directorship	Sales of goods and other material	421,285	226,889
			Rendering of services	1,210,142	464,564
			Purchase of raw & other material	168,823	761,797
			Rent	5,979	6,593
			Reimbursement of expenses	65,093	4,348
G-Pac Corporation	Related Party	Common directorship	Sale of goods	86,068	23,886
Gani & Tayub (Private) Limited	Related Party	Common directorship	Rent	1,950	1,950
Mustaqim Dyeing & Printing Industries (Private) Limited	Related Party	Common directorship	Sales of goods and other material	35,279	110,570
			Rendering of services	14,631	4,542
			Reimbursement of expenses	31	313
G&T Tyre (Private) Limited	Related Party	Common directorship	Purchase of other material	-	321
Krystosoft (Private) Limited	Related Party	Common directorship	Acquisition of services	-	50
Krystopac Energy (Private) Limited	Related Party	Common directorship	Reimbursement of expenses	222	-
Krystalite Product (Private) Limited	Related Party	Common key management	Sales of goods and other material	5	142
			Reimbursement of expenses	2,109	-
Nova Mobility (Private) Limited	Related Party	Common key management	Reimbursement of expenses	775	14
Gatron (Industries) Limited Workers Provident Fund	Retirement benefit fund	Employees fund	Provident fund contribution	1,826	1,620

There are no transactions with Key Management Personnel other than remuneration under their terms of employment amounting to Rs.199.157 million (September 2024: Rs.204.755 million).

The above figures are exclusive of sales tax, where applicable.

Outstanding balances, as at reporting date, are disclosed as follows:

	(Rupees in Thousand)	
	As at September 2025 (Un-audited)	As at June 2025 (Audited)
Novatex Limited		
Trade debts	227,225	940,978
Trade and other payables	197,059	51,900
G-Pac Corporation		
Trade debts	75,942	60,390
Trade and other payables	102	102

	As at September 2025 (Un-audited)	As at June 2025 (Audited)
Gani & Tayub (Private) Limited		
Trade and other payables	1,300	-
Mustaqim Dyeing & Printing Industries (Private) Limited		
Trade debts	329,555	294,067
Trade and other payables	31	-
Krystopac Energy (Private) Limited		
Trade and other payables	222	-
Krystalite Product (Private) Limited		
Other receivables	-	11
Trade and other payables	349	-
Nova Mobility (Private) Limited		
Other receivables	891	116
Gatron (Industries) Limited Workers Provident Fund		
Trade and other payables	1,212	1,345

14 DATE OF AUTHORISATION

These condensed interim consolidated financial statements were authorized for issue on October 25, 2025 by the Board of Directors of the Parent Company.

15 CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34, the condensed interim consolidated statement of financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

16 GENERAL

16.1 Charge for Workers' Profit Participation Fund, Workers' Welfare Fund, Deferred Tax and Income Tax (where applicable) are interim and final liability will be determined on the basis of annual results.

16.2 Figures have been rounded off to the nearest thousand of Rupees.

SHABBIR DIWAN
Chief Executive Officer

MUHAMMAD IQBAL BILWANI
Director

MUHAMMAD NAEEM
Chief Financial Officer

Gatron



GATRON (INDUSTRIES) LIMITED

