

**QUARTERLY  
REPORT** | **31 MARCH  
2025**

**WAVES CORPORATION LIMITED**

## **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS**

- |    |                               |                               |
|----|-------------------------------|-------------------------------|
| 1. | Mr. Muhammad Zafar Hussain    | Chairman/Independent Director |
| 2. | Mr. Tajammal Hussain Bokharee | Independent Director          |
| 3. | Mr. Haroon Ahmad Khan         | Chief Executive Officer       |
| 4. | Mr. Moazzam Ahmad Khan        | Non-Executive Director        |
| 5. | Mrs. Nighat Haroon Khan       | Non-Executive Director        |
| 6. | Mr. Hamza Ahmad Khan          | Executive Director            |
| 7. | Mr. Khalid Azeem              | Non-Executive Director        |

### **AUDIT COMMITTEE**

- |    |                               |                               |
|----|-------------------------------|-------------------------------|
| 1. | Mr. Tajammal Hussain Bokharee | Chairman/Independent Director |
| 2. | Mr. Moazzam Ahmad Khan        | Member/Non-Executive Director |
| 3. | Mrs. Nighat Haroon Khan       | Member/Non-Executive Director |
| 4. | Mr. Ahmad Bilal Zulfiqar      | Secretary                     |

### **HR & REMUNERATION COMMITTEE**

- |    |                            |                               |
|----|----------------------------|-------------------------------|
| 1. | Mr. Muhammad Zafar Hussain | Chairman/Independent Director |
| 2. | Mr. Khalid Azeem           | Member/Non-Executive Director |
| 3. | Mr. Moazzam Ahmad Khan     | Member/Non-Executive Director |
| 4. | Mr. Haroon Ahmad Khan      | Member/ Executive Director    |
| 5. | Mr. Ahmad Bilal Zulfiqar   | Secretary                     |

### **CHIEF FINANCIAL OFFICER**

Mr. Arslan Shahid Butt

### **COMPANY SECRETARY**

Mr. Ahmad Bilal Zulfiqar

### **HEAD OF INTERNAL AUDITOR**

Mr. Usman Khalid

### **LEGAL ADVISOR**

Law Wings Advocates & Solicitors

### **EXTERNAL AUDITORS**

Rizwan and Company  
Chartered Accountants

### **SHARE REGISTRAR**

Corplink (Private) Limited

### **REGISTERED OFFICE/PLANT**

Factory: 9-KM Multan Road, Lahore  
PH. No. 042-35415421-5, 35421502-4  
UAN: 042-111-31-32-33

### **COMPANY REGISTRATION NO.**

CUIN 0001286  
Email: [cs@waves.net.pk](mailto:cs@waves.net.pk)  
Website: [www.waves.net.pk](http://www.waves.net.pk)

## **Waves Corporation Limited (WAVES)**

### **BANKERS**

Al Baraka Bank (Pakistan) Limited  
Askari Bank Limited  
Bank Al Falah Limited  
Dubai Islamic Bank Pakistan Limited  
Faysal Bank Limited  
First Prudential Modaraba  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
Industrial & Commercial Bank of China

National Bank of Pakistan  
Pak Brunei Investment Company Limited  
Pak Libya Holding Company Limited  
Pak Oman Investment Company Limited  
Samba Bank Limited  
Silk Bank Limited  
Sindh Bank Limited  
The Bank of Khyber  
The Bank of Punjab

### **Contact Information:**

Registered Office:

Email:

Web Site:

042-35415421-5, 042-35421502-4

[cs@waves.net.pk](mailto:cs@waves.net.pk)

[www.waves.net.pk](http://www.waves.net.pk)

## Directors Report to Shareholders

### Overview

On behalf of the Board of Directors of Waves Corporation Limited, previously Waves Singer Pakistan Limited (WAVES or the Company), we submit the Directors' Review Report on the condensed interim un-audited consolidated and standalone financial statements for the period ending on 31 March 2025.

In the first quarter of FY25, Pakistan's economy continued on a path of recovery and macroeconomic stability, with notable progress in controlling inflation, improving fiscal discipline, and strengthening external sector resilience. While overall GDP growth remained moderate, agriculture stood out as a key contributor, benefitting from targeted government support such as subsidies, improved input availability, and mechanization. The manufacturing sector showed a mixed performance, with some industries, particularly textiles, pharmaceuticals, and automobiles, reporting gains despite broader challenges. Inflation fell sharply due to declines in food and energy prices, though core inflation stayed elevated, especially in service sectors like health and education. The central bank maintained its policy rate to contain inflationary pressures.

Fiscal consolidation efforts yielded positive results, as the fiscal deficit shrank and a primary surplus was achieved, supported by higher tax and non-tax revenues. The external sector showed resilience, recording a current account surplus for the period, aided by growing exports, robust remittances, and increased foreign direct investment, particularly from strategic partners. Foreign exchange reserves remained at a stable level. Financial markets responded with renewed confidence, reflected in a buoyant stock exchange. The government also enhanced its social protection initiatives, expanding welfare programs and interest-free loans for the underprivileged. Looking ahead, while the economic outlook appears cautiously optimistic with better inflation and fiscal positions, risks persist from high core inflation, global uncertainties, and rising import demand, which could challenge sustained recovery in the final quarter of FY25.

The Company's subsidiary Waves Home Appliances Limited (WAVESAPP) that faced challenges in the previous quarter, has started showing sign of modest recovery and the sales have improved. With the improving conditions of the country, it is expected that WAVESAPP results will improve substantially going forward. WAVESAPP continues to devise strategies to cater for challenges. Similarly, the wholly owned subsidiary Waves Marketplace Limited (WAVES Plus) has also shown slight recovery after facing challenges owing to the tough economic and financial environment. It is expected that with the improving economic conditions, the business operations will improve.

The consolidated financial highlights for the quarterly period ended are presented as hereunder:

### Consolidated Operating Results

	3 Months	
	31 Mar 25	31 Mar 24
	<u>Rs. in '000</u>	<u>Rs. in '000</u>
Revenue (Gross)	1,558,888	1,393,731
Revenue (Net)	1,189,155	1,064,436
Profit from Operations	296,530	150,578
Profit before levis and taxation	191,745	77,486
Profit after taxation	135,698	31,110
Earnings Per Share (Rupees)	0.48	0.11

## Waves Corporation Limited (WAVES)

### Standalone Results of the Company

The standalone results of the Company are given hereunder:

	3 Months	
	31 Mar 25	31 Mar 24
	<u>Rs. in '000</u>	<u>Rs. in '000</u>
Income from subsidiaries	98,659	19,318
Other Income	75,940	48,778
Profit before Levis and Taxation	71,606	41,068
Profit after Taxation	59,433	20,866
Earnings Per Share	0.21	0.07

Based on the financial results in view of the tough current economic and political conditions the Board of Directors do not recommend any pay-out to the shareholders of the Company.

The Gross Sales of WAVESAPP for the 3 months period ended were PKR 1,320 million (net PKR 989 million) as compared to PKR 1,144 million (net PKR 857 million) previous period, whereas net profit was PKR 60 million as compared to PKR 3 million in the previous period. The Gross Sales (net) of Waves Marketplace Limited were PKR 265 million (net PKR 224 million) as compared to PKR 250 million (net PKR 207 million), whereas net profit was PKR 3 million as compared to PKR 0.059 million previous period. The financial results of the subsidiaries can be reviewed at the Company's website [www.waves.net.pk](http://www.waves.net.pk). The Company is in the process of consolidating Waves Builders and Developers (Private) Limited with and into the Company subject to completion of necessary corporate and legal formalities.

Moving forward, we maintain a strong sense of optimism and confidence regarding the future trajectory of our Company. With a cohesive team comprising skilled management, dedicated staff, and a committed workforce, coupled with a renowned brand name and an outstanding product portfolio, we are well-positioned for success. Our extensive nationwide distribution network and after-sales service infrastructure enable us to efficiently reach and serve customers in both urban and rural areas on favorable terms. We extend our heartfelt gratitude to all our Shareholders and the Board of Directors for their unwavering support and contributions.

### ACKNOWLEDGEMENTS

We express our utmost gratitude to all our stakeholders, encompassing our esteemed customers, suppliers, business associates, financial institutions, and regulators, for their unwavering trust and support. We remain confident that our management and staff remain committed to meet any challenges coming ahead with steadfast dedication, diligence and full backing.

For and on behalf of the Board:



**Haroon Ahmad Khan**  
Chief Executive Officer  
Lahore



**Moazzam Ahmad Khan**  
Director

## **QUARTERLY FINANCIAL STATEMENTS**

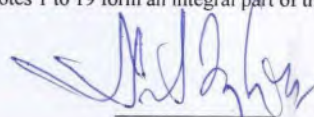
The quarterly Condensed Interim Consolidated Financial Statements and the Standalone Financial Statements for the period ended 31 March 2025 are attached to this Report



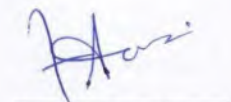
Waves Corporation Limited and its Subsidiaries  
Condensed Interim Consolidated Statement of Financial Position  
As at 31 March 2025

		(Un-audited) March 31, 2025	(Audited) December 31, 2024			(Un-audited) March 31, 2025	(Audited) December 31, 2024
EQUITY AND LIABILITIES	Note	----- (Rupees in '000) -----		ASSETS	Note	----- (Rupees in '000) -----	
Share capital and reserves							
Authorised capital 300,000,000 (2024: 300,000,000) ordinary shares of Rs. 10 each		3,000,000	3,000,000	Non-current assets			
Share Capital	6	2,814,062	2,814,062	Property, plant and equipment	10	8,881,430	8,795,587
Capital reserves		5,030,661	5,030,661	Intangible assets	10	2,754,670	2,763,518
Loan from directors		428,724	430,084	Investment property		3,635,183	3,585,432
Revaluation surplus		456,577	463,028	Long term deposits and receivables		31,552	31,552
Unappropriated profit		1,430,498	1,328,316	Employee retirement benefits		16,092	16,092
Equity attributable to owners of the company		10,160,522	10,066,151			15,318,927	15,192,181
Non-controlling interest		2,993,774	2,966,718	Current assets			
		13,154,296	13,032,869	Stores, spares and loose tools		30,260	21,306
Non-current liabilities							
Long term loans - secured	7	5,882,000	5,596,668	Stock-in-trade		2,296,488	2,494,012
Lease liabilities		11,401	13,341	Trade debts			
Employee retirement benefits		20,711	20,720	- Retail		1,534,081	1,395,023
Deferred tax liability - net		274,298	244,974	- Whole Sales		4,363,819	4,212,667
Deferred income		3,780	4,070	Advances, deposits, prepayments and other receivables		707,701	711,843
		6,192,190	5,879,773	Taxation - net		227,227	251,871
Current liabilities							
Trade and other payables		3,534,978	3,656,627	Cash and bank balances	12	52,641	50,330
Accrued mark-up on borrowings		315,950	295,172			9,212,217	9,137,052
Short term borrowings	8	1,021,535	1,021,535				
Current portion of long term liabilities		312,196	443,257				
		5,184,658	5,416,591				
Contingencies and commitments							
	9	-	-				
		24,531,144	24,329,233				

The annexed notes 1 to 19 form an integral part of these condensed interim consolidated financial statements.

  
Chief Executive

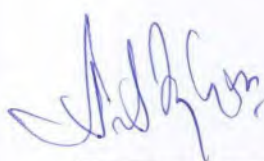
  
Director

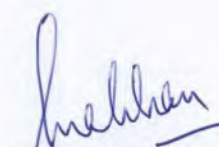
  
Chief Financial Officer

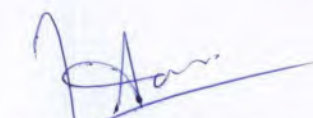
Waves Corporation Limited and its Subsidiaries  
Condensed Interim Consolidated Statement of Profit or Loss Account  
For the three months ended 31 March 2025

		Three months ended	
		March 31, 2025	March 31, 2024
		----- (Rupees in '000) -----	
	Note		
Sales - net of sales return		1,558,888	1,393,731
Sales tax and trade discount on invoices		(369,733)	(329,295)
Sales - net	13	1,189,155	1,064,436
Cost of sales		(845,911)	(786,847)
<b>Gross profit</b>		<b>343,244</b>	<b>277,589</b>
Marketing, selling and distribution costs		(131,538)	(135,431)
Administrative expenses		(96,554)	(92,442)
Other expenses		(10,056)	(5,620)
Other income		191,434	106,482
		(46,714)	(127,011)
<b>Profit from operations</b>		<b>296,530</b>	<b>150,578</b>
Finance cost		(104,785)	(73,092)
<b>Profit before levies and income tax</b>		<b>191,745</b>	<b>77,486</b>
Levies	14	(25,732)	(40,940)
<b>Profit before income tax</b>		<b>166,013</b>	<b>36,546</b>
Income tax expense	15	(30,315)	(5,436)
<b>Profit for the period</b>		<b>135,698</b>	<b>31,110</b>
<b>Attributable to:</b>			
Owners of the Group		108,642	24,483
Non-controlling interests		27,056	6,628
		<b>135,698</b>	<b>31,110</b>
Earnings per share - basic and diluted (Rupees)		<b>0.48</b>	<b>0.11</b>

The annexed notes 1 to 19 form an integral part of these condensed interim consolidated financial statements.

  
Chief Executive

  
Director

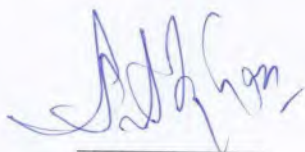
  
Chief Financial Officer



Waves Corporation Limited and its Subsidiaries  
Condensed Interim Consolidated Statement of Comprehensive Income  
For the three months ended 31 March 2025

	<u>Three months ended</u>	
	<b>March 31, 2025</b>	<b>March 31, 2024</b>
	----- (Rupees in '000) -----	
<b>Profit for the period</b>	<b>135,698</b>	<b>31,110</b>
<b><u>Other comprehensive income for the period</u></b>		
<i>Items that will not be reclassified to profit or loss account:</i>	-	-
<b>Total comprehensive income for the period</b>	<b><u>135,698</u></b>	<b><u>31,110</u></b>

The annexed notes 1 to 19 form an integral part of these condensed interim consolidated financial statements.

  
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Chief Executive

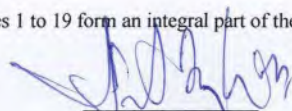
  
\_\_\_\_\_  
Director

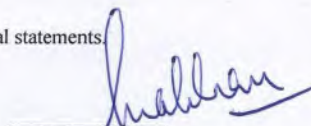
  
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Chief Financial Officer

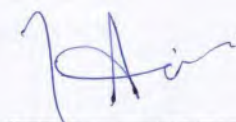
Waves Corporation Limited and its Subsidiaries  
Condensed Interim Consolidated Statement of Changes In Equity  
For the three months ended 31 March 2025

Share Capital	Capital reserves			Revenue reserve	Total	Non controlling interest	Total	
	Capital reserves	Loan from Directors	Revaluation Surplus	Unappropriated profits				
----- Rupees in '000 -----								
As at 01 January 2024	2,814,062	5,030,661	229,017	550,280	1,002,556	9,626,576	1,593,540	11,220,116
<u>Total comprehensive income for the period</u>								
Profit for the period	-	-	-	-	1,046,408	1,046,408	40,986	1,087,394
Other comprehensive income	-	-	-	-	349	349	285	634
	-	-	-	-	1,046,757	1,046,757	41,271	1,088,028
<u>Surplus transferred to accumulated profits</u>								
Incremental depreciation relating to surplus on revaluation - net of tax	-	-	-	(25,804)	25,804	-	-	-
Realisation of surplus on disposal	-	-	-	(61,448)	61,448	-	-	-
Increase in non-controlling interest on dilution of investment	-	-	-	-	-	-	1,331,907	1,331,907
<u>Transaction with owners of the Company</u>								
Loss on sale of divestment of subsidiary company	-	-	-	-	(808,249)	(808,249)	-	(808,249)
Sponsors loans obtained during the year	-	-	201,067	-	-	201,067	-	201,067
As at 31 December 2024	2,814,062	5,030,661	430,084	463,028	1,328,316	10,066,151	2,966,718	13,032,869
<u>Total comprehensive income for the period</u>								
Profit for the period	-	-	-	-	108,642	108,642	27,056	135,698
Other comprehensive income	-	-	-	-	-	-	-	-
	-	-	-	-	108,642	108,642	27,056	135,698
<u>Surplus transferred to accumulated profits</u>								
Incremental depreciation relating to surplus on revaluation - net of tax	-	-	-	(6,451)	6,451	-	-	-
<u>Transactioins with owners of the company</u>								
Sponsors loans obtained/(repaid) during the period	-	-	(1,360)	-	-	(1,360)	-	(1,360)
Loss on sale of divestment of subsidiary company	-	-	-	-	(12,911)	(12,911)	-	(12,911)
Balance as at 31 December 2024	2,814,062	5,030,661	428,724	456,577	1,430,498	10,160,522	2,993,774	13,154,296

The annexed notes 1 to 19 form an integral part of these condensed interim consolidated financial statements.

  
Chief Executive

  
Director

  
Chief Financial Officer

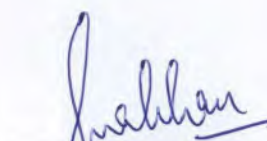


Waves Corporation Limited and its Subsidiaries  
Condensed Interim Consolidated Statement of Cash Flow  
For the three months ended 31 March 2025

		(Un-audited) March 31, 2025	(Un-audited) March 31, 2024
	Note	----- (Rupees in '000) -----	
<b><u>Cash flows from operating activities</u></b>			
Profit before taxation		178,834	77,486
<i>Adjustments for non-cash and other items:</i>			
Depreciation on property, plant and equipment	10.1	98,390	100,090
Amortisation of intangible assets		9,675	8,644
Finance cost		104,785	73,092
Gain on sale of property, plant and equipment		(469)	(18,158)
Effect of present value discounting of accrued mark up		(62,753)	-
Fair value gain on investment property		(49,751)	-
Amortisation of deferred income		(290)	(290)
		278,421	240,864
<b><u>Effect on cash flow due to working capital changes</u></b>			
<i>(Increase) / decrease in current assets:</i>			
Stores, spares and loose tools		(8,954)	1,660
Stock-in-trade		197,524	73,317
Trade debts and other receivables		(290,211)	68,077
Advances, deposits, prepayments and other receivables		4,142	(1,330)
<i>Increase in current liabilities:</i>			
Trade and other payables		(121,659)	(232,016)
		(219,158)	(90,292)
<b>Cash used in operations</b>		59,263	150,572
Income tax received / (paid)		(2,079)	(13,382)
Employee retirement benefits paid		-	-
<b>Net cash used in operating activities</b>		57,184	137,190
<b><u>Cash flow from investing activities</u></b>			
Capital expenditure -net		(29,855)	(238,505)
Proceeds from disposal of property, plant and equipment		469	18,244
<b>Net cash generated from investing activities</b>		(29,386)	(220,261)
<b><u>Cash flow from financing activities</u></b>			
Long term loan received/ (repaid)		(11,757)	(13,404)
Loan from sponsors received/ (repaid)		(1,360)	(1,200)
Finance costs paid		(10,431)	188,043
Short term borrowing - net		-	(67,963)
Lease rentals paid		(1,940)	(3,469)
<b>Net cash generated from financing activities</b>		(25,488)	102,007
<b>Net increase in cash and cash equivalents</b>		2,312	18,937
<b>Cash and cash equivalents - at beginning of the period</b>		(91,645)	(2,729,241)
<b>Cash and cash equivalents - at end of the period</b>	12	(89,333)	(2,710,303)

The annexed notes 1 to 19 form an integral part of these condensed interim consolidated financial statements.

  
Chief Executive

  
Director

  
Chief Financial Officer

Waves Corporation Limited and its Subsidiaries  
Notes to the Condensed Interim Consolidated Financial Information (Un-audited)  
For the three months ended 31 March 2025

**1 Status and nature of business**

The Group comprises of:

**Holding Company**

- **Waves Corporation Limited**  
(formerly, *Waves Singer Pakistan Limited*)

**2025**                      **2024**  
**(Holding percentage)**

**Subsidiary Companies**

- <b>Waves Home Appliances Limited</b> (formerly, <i>Samin Textiles Limited</i> )	<b>55.08</b>	55.08
- <b>Waves Marketplace Limited</b> (formerly, <i>Electronics Marketing Company (Private) Limited</i> )	<b>100.00</b>	100.00
- <b>Waves Builders &amp; Developers (Private) Limited</b> (formerly, <i>Waves Marketing (Private) Limited</i> )	<b>100.00</b>	100.00

Waves Corporation Limited (formerly, Waves Singer Pakistan Limited) (the Holding Company) was incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) as a public company limited by shares and is quoted on the Pakistan Stock Exchange. The company is principally engaged in the manufacturing and assembly of domestic consumer appliances alongwith retailing and trading of the same and other light engineering products. The registered office of the company is located at 9-K.M, Hanjarwal, Multan Road, Lahore.

Geographical locations of the manufacturing facilities of the Group are located at:

- 9-K.M, Hanjarwal, Multan Road, Lahore.
- Dina Nath, Mouza Rakh Serai Cheenba, Tehsil Pattoki, District Kasur.
- Mouza Mustafabad, 41-KM Ferozepur Road, Off 2-KM Rohi Nala Road, Tehsil & District Kasur

**Waves Marketplace Limited**

(formerly, *Electronics Marketing Company (Private) Limited*) - Subsidiary Company

Waves Marketplace Limited (formerly, Electronics Marketing Company (Private) Limited) is a private limited company which was incorporated on 09 September 2016 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the company was to carry out distribution / wholesales / retail business of all kinds of electronic appliances, its components and accessories, etc.

**Waves Builders and Developers (Private) Limited**

(formerly, *Waves Marketing (Private) Limited*) - Subsidiary Company

Waves Builders and Developers (Private) Limited (formerly, Waves Marketing (Private) Limited) is a private limited company which was incorporated on 10 April 2017 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of the company is located at 9-KM Hanjarwal, Multan Road, Lahore. The principal activity of the company was to sale, distribution and marketing of consumer appliances being a trading concern. The MOA/AOA was changed to undertake real estate business, however the board of WBDPL and WCL have decided to merge WBDPL with and into WCL, subject to completion of necessary corporate legal formalities.

**Waves Home Appliances Limited**

(formerly *Samin Textiles Limited*)- Subsidiary Company

Waves Home Appliances Limited (WHAL) (formerly as Samin Textiles Limited) was incorporated in Pakistan on November 27, 1989 as a public limited company under the Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of the Company is situated at 9-KM Hanjarwal, Multan Road, Lahore. The Company is currently listed on Pakistan Stock Exchange. The principal business of the Company previously was trading, import and export of textile products. Consequent to approval of scheme of arrangement, the principal line of business shall be amended to include manufacturing, assembly and wholesale of domestic consumer appliances and other light engineering products.

- 1.1** The Holding Company, Waves Corporation Limited (WCL), acquired WHAL (formerly Samin Textiles Limited) as a subsidiary Company through a scheme of arrangement. As per the term of the scheme, WCL 'Carved out / seperated home appliances business by transferring certain assets, liabilities, obligations, contracts and undertakings to the subsidiary Company as of the effective date of 01 September 2021.

The Honourable Lahore High Court (the Court) through its Order dated 27 May 2022, has approved the Scheme of Arrangement as proposed and granted sanction order for the carving out of home appliances business from the Holding Company and amalgamation of the same into the subsidiary Company, WHAL.

## **2 Basis of preparation**

### **Statement of compliance**

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

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

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

- 2.2** These condensed interim consolidated financial statements comprise the condensed interim consolidated statement of financial position of the Company as at 31 March 2025 and the related condensed interim consolidated statement of profit or loss account, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flow and notes to the financial information for the three months period then ended.
- 2.3** These condensed interim consolidated financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended 31 December 2024. Selected explanatory notes are included to explain events and transactions that are significant to and understanding of the changes in the Company's financial position and performance since the last annual financial statements.
- 2.4** Comparative consolidated statement of financial position's numbers are extracted from the annual audited consolidated financial statements of the Company for the year ended 31 December 2024, whereas comparative Consolidated statement of profit or loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim Consolidated financial statement of the Company for the three months period ended 31 March 2025.

## **3 Use of estimates and judgments**

The preparation of condensed interim consolidated financial statements requires 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 consolidated financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation are the same as those applied in the preparation of annual audited financial statements for the three months ended 31 March 2025.

## **4 Statement of consistency in accounting policies**

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



## 5 Adoption of application Guidance on Accounting for Minimum Taxes and Final Taxes under International Accounting Standard 12, Income taxes.

The Company has classified its current income tax to the extent of income tax based on revenue i.e. final tax under the Section of 113 the Income Tax Ordinance, 2001 to levies as explained in International Financial Reporting Interpretation Committee (IFRIC) 21 "Levies" pursuant to "IAS 12 Application Guidance on Accounting for minimum and final taxes" issued by the Institute of Chartered Accountants of Pakistan clarifying that levies whose calculation use data such as gross amount of revenues, assets and liabilities do not meet the definition of income taxes provided in International Accounting Standard 12, Income taxes i.e. not within the scope International Accounting Standard 12, Income taxes rather are within the scope of International Accounting Standard 37, Provision, contingent liabilities and contingent assets".

The Company has adopted to designate the amount calculated on taxable income using notified tax rate as an income tax within the scope of International Accounting Standard 12, Income taxes and recognises it as current income tax expense. Any excess over the amount designated as income tax is recognised as a levy falling under the scope of IFRIC 21 / Provision, contingent liabilities and contingent assets. The respective changes have been explained in note 13 and 14 to these financial statements.

## 6 Issued, subscribed and paid up capital

	(Un-audited) March 31, 2025	(Audited) December 31, 2024	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- Number of shares -----		----- (Rupees in '000) -----	
Issued for cash	105,263,597	105,263,597	1,052,636	1,052,636
Issued for consideration other than cash	703,733	703,733	7,037	7,037
Issued as paid bonus shares	78,988,759	78,988,759	789,888	789,888
Issued under scheme of amalgamation	96,450,000	96,450,000	964,500	964,500
	<b>281,406,089</b>	<b>281,406,089</b>	<b>2,814,061</b>	<b>2,814,061</b>

### 6.1 Ordinary shares of the Company held by associated persons and undertaking are as follows:

	(Un-audited) March 31, 2025	(Audited) December 31, 2024	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- Percentage held -----		----- Number of shares -----	
<i>Chief Executive Officer and his spouse</i>				
- Haroon Ahmad Khan (CEO)	33.28%	33.28%	93,640,286	93,640,286
- Nighat Haroon Khan (Wife of CEO)	6.16%	6.16%	17,332,411	17,332,411
	<b>39.44%</b>	<b>39.44%</b>	<b>110,972,697</b>	<b>110,972,697</b>

### 6.2 The holders of ordinary shares are entitled to receive dividends as declared (if any), and are entitled to one vote per share at meetings of the Holding Company.

	(Un-audited) March 31, 2025	(Audited) December 31, 2024
	----- (Rupees in '000) -----	
Note		
<b>7 Long term financings</b>		
Long term loans - Banking companies	4,231,207	4,234,207
Long term loans - Non-banking companies	877,210	879,562
	<b>5,108,417</b>	<b>5,113,769</b>
Deferred accrued markup	1,070,009	908,530
	<b>6,178,426</b>	<b>6,022,299</b>
Less: Current maturity including overdue amounts	(296,426)	(425,631)
	<b>5,882,000</b>	<b>5,596,668</b>

### 7.1 Deferred accrued mark up on long term financing

Balance at the beginning of the year	908,530	-
Transfer upon restructuring of loans	177,564	1,664,323
Effect of present value discounting	(62,753)	(823,566)
Effect of unwinding of present value	46,668	67,773
Repayment made during the year	-	-
Balance at the end of the year	<b>1,070,009</b>	<b>908,530</b>

		(Un-audited)	(Audited)
		March	December
		31, 2025	31, 2024
	Note	----- (Rupees in '000) -----	
<b>8 Short term borrowings</b>			
<i>from banking companies - secured:</i>			
Running finance under mark-up arrangements	8.1	141,975	141,975
Finance against trust receipt	8.1	226,619	226,619
Short term borrowings under 'Murahaba' arrangement		284,941	284,941
		653,535	653,535
from Fintech companies		30,000	30,000
<i>from others - unsecured</i>			
Demand finance		50,000	50,000
Loan from employees provident fund		288,000	288,000
		1,021,535	1,021,535

- 8.1** These facilities are secured against charge over current assets of the company and carries markup rate of three month KIBOR + 2% per annum payable monthly in arrears and KIBOR + 2.5% per annum.

## 9 Contingencies and commitments

### 9.1 Contingencies

There has been no significant changes in contingencies as reported in the annual audited financial statements of the Company for the year ended 31 December 2024.

### 9.2 Commitments

The Company has the following commitments in respect of:

- (i) Commitments for the import of stock in trade outstanding at period end were for Rs. Nill (31 December 2024: Rs. Nill).
- (ii) Commitments for capital expenditure against irrevocable letters of credit outstanding at the period end were Rs. Nill (31 December 2024: Rs. Nill).

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	----- (Rupees in '000) -----	
<b>10 Property, plant and equipment</b>			
Operating fixed assets	10.1	3,493,750	3,586,774
Right of-use asset	10.2	11,267	16,633
Capital work-in-progress	10.3	5,376,412	5,192,181
		<u>8,881,429</u>	<u>8,795,588</u>
<b>10.1 Operating fixed assets</b>			
Opening balance - as at 01 January		3,586,774	3,890,869
Additions during the period / year		-	237
Transfers from right to use to owned assets		-	1,017
		<u>3,586,774</u>	<u>3,892,123</u>
Book value of property, plant and equipment disposed off during the period / year		-	(31,291)
Impairment			(896)
Depreciation charged during the period / year		(93,024)	(273,162)
<b>Closing balance</b>		<u>3,493,750</u>	<u>3,586,774</u>
<b>10.2 Right of-use asset</b>			
Balance as at 01 January		16,633	35,456
Transfers to owned assets		-	(1,017)
Book value of property, plant and equipment disposed off during the period / year		-	(2,694)
Depreciation charge for the period / year		(5,366)	(15,112)
<b>Closing balance</b>		<u>11,267</u>	<u>16,633</u>
<b>10.3 Capital work-in-progress</b>			
Freehold land		903,555	903,554
Civil work / Factory Building		1,543,209	1,528,744
Plant and machinery		581,826	581,825
Plant and machinery-in transit		122,726	122,726
Electric installation		1,445	1,429
Borrowing costs		2,223,652	2,053,903
		<u>5,376,412</u>	<u>5,192,181</u>
		(Un-audited) March 31, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----	
<b>11 Intangible assets and goodwill</b>			
Software		20,860	18,867
Goodwill		1,070,207	1,070,207
Brand value		1,582,147	1,582,147
Customer relationships		99,979	92,297
		<u>2,773,193</u>	<u>2,763,518</u>
		(Un-audited) March 31, 2025	(Audited) December 31, 2024
		----- (Rupees in '000) -----	
<b>12 Cash and cash equivalents</b>			
Cash and bank balances		52,641	50,330
Short term running finance - secured		(141,975)	(141,975)
		<u>(89,334)</u>	<u>(91,645)</u>

	(Un-audited) March 31, 2025	(Un-audited) March 31, 2024
	----- (Rupees in '000) -----	
<b>13 Sales - net</b>		
Gross sales:		
- Local	1,558,888	1,393,731
Sales return	-	-
	<u>1,558,888</u>	<u>1,393,731</u>
Sales tax	(233,500)	(281,153)
Trade discounts	(136,233)	(48,142)
	<u>(369,733)</u>	<u>(329,295)</u>
	<u>1,189,154</u>	<u>1,064,436</u>
	(Un-audited) March 31, 2025	(Un-audited) March 31, 2024
	----- (Rupees in '000) -----	
<b>14 Levies</b>		
Minimum tax	<u>(25,732)</u>	<u>(40,940)</u>

**14.1** This represents minimum tax on sale of goods under Section 113 of the Income Tax Ordinance, 2001 representing levy in terms of requirements of interpretation issued by International Financial Reporting Interpretation Committee (IFRIC) 21 / International Accounting Standard 37, Provision, contingent liabilities and contingent assets.

	(Un-audited) March 31, 2025	(Un-audited) March 31, 2024
	----- (Rupees in '000) -----	
<b>15 Income tax expense</b>		
Current		
- for the period	-	-
- prior period	-	-
	<u>-</u>	<u>-</u>
Deferred	(30,315)	(5,436)
	<u>(30,315)</u>	<u>(5,436)</u>

## 16 Transactions with related parties

Related parties comprise of associated undertakings, directors, entities with common directorship, post employment plans and key management personnel. Amounts due from and to related parties are shown under respective notes in these unconsolidated condensed interim financial statements. Significant transactions with related parties are as follows:

Name of the Company	Relationship	Nature of transactions	(Un-audited) March 31, 2025	(Un-audited) March 31, 2024
----- (Rupees in '000) -----				
Employee's Provident Fund	Post employee contribution plan	Contribution for the period	17,245	5,715
Directors	Employees	Loan from sponsors	(1,360)	(1,200)

17 Financial risk management and fair value of financial instruments

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

17.2 The following table shows the carrying amounts and fair values of financial instruments and non-financial instruments including their levels in the fair value hierarchy:

		31 March 2025					
		Carrying amount		Fair value			
		Financial assets at amortized cost	Other financial liabilities	Total	Level 1	Level 2	Level 3
Note		----- Rupees in '000 -----					
Financial instruments							
<u>30 September 2024 - (Un-audited)</u>							
<u>Financial assets - not measured at fair value</u>							
		5,897,900	-	5,897,900	-	-	-
		16,092	-	16,092	-	-	-
		707,701	-	707,701	-	-	-
		52,641	-	52,641	-	-	-
17.3		6,674,334	-	6,674,334	-	-	-
<u>Financial liabilities - not measured at fair value</u>							
		-	6,194,196	6,194,196	-	-	-
		-	11,401	11,401	-	-	-
		-	3,534,978	3,534,978	-	-	-
		-	20,711	20,711	-	-	-
		-	1,021,535	1,021,535	-	-	-
		-	315,950	315,950	-	-	-
17.3		-	11,098,770	11,098,770	-	-	-



This condensed interim Consolidated financial information has been approved by the

		31 December 2024				
		Carrying Amount		Fair value		
		Financial assets at amortized cost	Other financial liabilities	Total	Level 1	Level 2 Level 3
	Note	Rupees in '000				

## Financial instruments

### 31 December 2024

#### Financial assets - not measured at fair value

Security deposits		16,092	-	16,092	-	-	-
Trade debts		5,607,690	-	5,607,690	-	-	-
Other receivables		711,843	-	711,843	-	-	-
Bank balances		50,330	-	50,330	-	-	-
	17.3	6,385,955	-	6,385,955	-	-	-

#### Financial liabilities - not measured at fair value

Long term loans - secured		-	6,039,925	6,039,925	-	-	-
Lease liabilities		-	13,341	13,341	-	-	-
Trade and other payables		-	3,656,627	3,656,627	-	-	-
Employee retirement benefit		-	20,720	20,720	-	-	-
Short term borrowings		-	1,021,535	1,021,535	-	-	-
Mark-up accrued on short term finances and long term loans		-	295,172	295,172	-	-	-
	17.3	-	11,047,320	11,047,320	-	-	-

17.3 The Company has not disclosed the fair values of these financial assets and liabilities as these are for short term or reprise over short term. Therefore, their carrying amounts are reasonable approximation of fair value.

#### Non financial assets measured at fair value

##### Land and Building

Revalued Property, plant and equipment	Date of valuation	31 December 2023
Investment property	Date of valuation	31 December 2024

#### Valuation approach and inputs used

The valuation model is based on price per square metre. In determining the valuation for land and building the valuer refers to numerous independent market inquiries from local estate agents / realtors in the vicinity to establish the present market value. The fair valuation of land and building are considered to represent a level 3 valuation based on significant non-observable inputs being the location and condition of the assets.

The fair value are subject to change owing to changes in input. However, management does not expect there to be a material sensitivity to the fair value arising from the non-observable inputs.

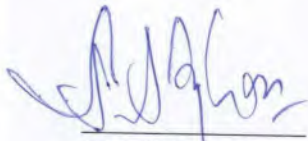
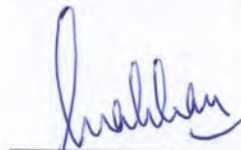

**18 Date of authorization**

This condensed interim Consolidated financial information has been approved by the Board of Directors of the Company and authorized for issue on 30 April 2025.

**19 General**

Corresponding figures have been re-arranged and re-classified where necessary, for the purpose of comparison and better presentation as per reporting framework.

Figures have been rounded off to nearest thousand unless stated otherwise.

  
\_\_\_\_\_  
**Chief Executive**  
\_\_\_\_\_  
**Director**  
\_\_\_\_\_  
**Chief Financial Officer**

**Waves Corporation Limited**  
**Unconsolidated Statement of Financial Position**  
**As at March 31, 2025**

		(Un-audited)	(Audited)
		March	December
		31, 2025	31, 2024
	Note	----- (Rupees in '000) -----	
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Share capital	9	2,814,062	2,814,062
Capital reserves	10	5,030,661	5,030,661
Loan from directors		35,000	-
Unappropriated profit		512,613	453,180
Revaluation surplus		115,475	115,475
		8,507,811	8,413,378
<b>Non-current liabilities</b>			
Long term financing		2,009,733	1,960,076
<b>Current liabilities</b>			
Trade and other payables	11	89,697	77,280
Accrued mark-up on borrowings		7,788	5,206
Short term borrowings	12	50,000	50,000
Current portion of long term liabilities		12,000	12,000
Unclaimed dividend		1,179	1,179
Provision for levies		12,173	-
		172,837	145,665
<b>Contingencies and commitments</b>	13		
		10,690,381	10,519,119

**ASSETS**

**Non-current assets**

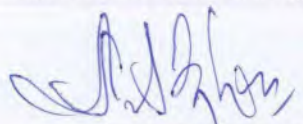
Investment property	14	3,825,183	3,775,432
Investment in subsidiaries	15	3,985,992	3,999,211
Long term receivable	16	2,000,000	2,000,000
		<b>9,811,175</b>	<b>9,774,643</b>

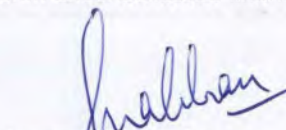
**Current assets**

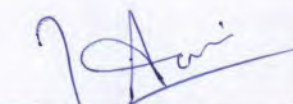
Inventories	17	-	-
Advances and deposits	18	546,022	481,741
Accrued profit on long term receivable		316,901	244,803
Cash and bank balances		16,283	17,932
		<b>879,206</b>	<b>744,476</b>

	(Un-audited)	(Audited)
	March	December
	31, 2025	31, 2024
Note	----- (Rupees in '000) -----	
14	3,825,183	3,775,432
15	3,985,992	3,999,211
16	2,000,000	2,000,000
	9,811,175	9,774,643
17	-	-
18	546,022	481,741
	316,901	244,803
	16,283	17,932
	879,206	744,476
	10,690,381	10,519,119

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

  
**Chief Executive**


  
**Director**

  
**Chief Financial Officer**

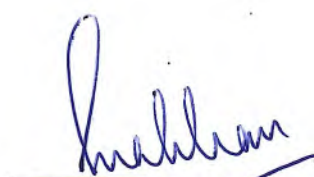
**Waves Corporation Limited**  
**Unconsolidated Statement of Profit or Loss Account**  
**For the period ended March 31, 2025**

		<b>Three months ended</b>	
		<b>March</b>	<b>March</b>
		<b>31, 2025</b>	<b>31, 2024</b>
		---- (Rupees in '000) ----	
	<b>Note</b>		
Income from subsidiaries		<b>98,659</b>	19,318
Other income		<b>75,940</b>	48,778
Administrative expenses		<b>(11,962)</b>	(12,286)
Other operating expenses		<b>(13,112)</b>	(1,116)
<b>Operating profit</b>		<b>149,525</b>	54,694
Finance costs		<b>(77,919)</b>	(13,626)
<b>Profit before levies and income tax</b>		<b>71,606</b>	41,068
Levies	<b>19</b>	<b>(12,173)</b>	(20,202)
<b>Profit before income tax</b>		<b>59,433</b>	20,866
Income tax expense		-	-
<b>Profit after taxation</b>		<b>59,433</b>	20,866
Earnings per share - basic and diluted (Rupees)		<b>0.21</b>	0.07

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



**Chief Executive**



**Director**



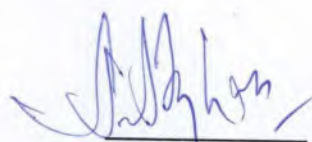
**Chief Financial Officer**





**Waves Corporation Limited**  
**Unconsolidated Statement of Comprehensive Income (Un-audited)**  
**For the period ended March 31, 2025**

	<u>Three months ended</u>	
	<b>March</b>	<b>March</b>
	<b>31, 2025</b>	<b>31, 2024</b>
	----- Rupees in ('000) -----	
<b>Loss after taxation</b>	<b>59,433</b>	<b>20,866</b>
<b>Other comprehensive income for the period</b>		
Items that will not be reclassified to profit or loss account:	-	-
<b>Total comprehensive income for the period</b>	<u><b>59,433</b></u>	<u><b>20,866</b></u>

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

  
\_\_\_\_\_  
**Chief Executive**

  
\_\_\_\_\_  
**Director**

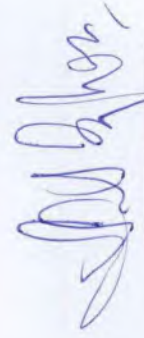
  
\_\_\_\_\_  
**Chief Financial Officer**



**Waves Corporation Limited**  
**Unconsolidated Statement of Changes in Equity**  
**For the period ended March 31, 2025**

	Share Capital	Capital Reserves		Revaluation Surplus	Revenue Reserve		Total
					Unappropriated profits		
(Rupees in '000')							
As at January 01, 2024	2,814,062	5,030,661	151,467	355,357		8,351,547	
Total comprehensive income for the period							
Profit after taxation	-	-	-	61,831		61,831	
Other comprehensive income	-	-	-	-		-	
Transfer to retained earnings upon disposal of investment property	-	-	-	61,831		61,831	
	-	-	(35,992)	35,992		-	
As at December 31, 2024	2,814,062	5,030,661	115,475	453,180		8,413,378	
Total comprehensive income for the period							
Profit after taxation	-	-	-	59,433		59,433	
Other comprehensive income	-	-	-	-		-	
	-	-	-	59,433		59,433	
Balance as at December 31, 2024	2,814,062	5,030,661	115,475	512,613		8,472,811	

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

  
**Chief Executive**

  
**Director**

  
**Chief Financial Officer**

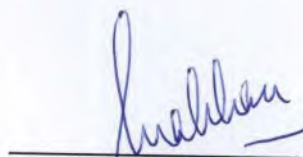
Waves Corporation Limited  
Unconsolidated Statement of Cash Flow (Un-audited)  
For the period ended March 31, 2025

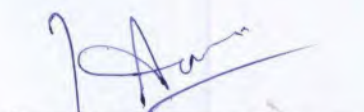
	March 31, 2025	March 31, 2024
	Rupees in ('000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	71,606	41,068
<b>Adjustment for non-cash charges / items:</b>		
Finance costs	77,919	13,626
Loss on sale of shares	13,112	-
Mark up income on amount due from subsidiaries	(89,659)	-
Fair value gain on remeasurement of investment property	(49,751)	-
Present value discounting of Deferred Markup	(25,680)	-
	(2,452)	54,694
<b>Changes in working capital:</b>		
<i>(Increase) / decrease in current assets:</i>		
Advances, deposits, prepayments and other receivables	(46,721)	(20,158)
<i>Increase / (decrease) in current liabilities:</i>		
Trade and other payables	1,458	13,257
	(45,262)	(6,901)
<b>Cash (used in) / generated from operating activities</b>	(47,714)	47,793
Income tax paid	-	-
Long term deposits - net	-	(47,938)
<b>Net cash (used in) / generated from operating activities</b>	(47,714)	(145)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Sale proceeds against sale of shares	11,064	-
Loan from directors	35,000	-
<b>Net cash generated from / (used in) investing activities</b>	46,064	-
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short term borrowing - net	-	-
Long term loans - net	-	-
<b>Net cash generated from / (used in) financing activities</b>	-	-
<b>Net (decrease) / increase in cash and cash equivalents</b>	(1,650)	(145)
<b>Cash and cash equivalents used at beginning of the period</b>	17,932	(1,702,091)
<b>Cash and cash equivalents - at end of the period</b>	16,283	(1,702,236)

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

  
Chief Executive

  
Director

  
Chief Financial Officer

**Waves Corporation Limited**  
**Notes to the Unconsolidated Financial Information (Un-audited)**  
**For the period ended March 31, 2025**

**1 Status and nature of business**

Waves Corporation Limited (formerly Waves Singer Pakistan Limited) (the Company) was incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) as a public company limited by shares and is quoted on the Pakistan Stock Exchange. Consequent to approval of scheme of arrangement, the principal line of business has been amended which includes managing its investment in subsidiaries, which are principally engaged in manufacturing and assembly of domestic consumer appliances along with retailing and trading the same and real estate development. The registered office of the Company is located at 9-K.M, Hanjarwal, Multan Road, Lahore.

Geographical locations of the manufacturing facilities of the Company are located at:

- 9-K.M, Hanjarwal, Multan Road, Lahore.

- 2** As per Scheme of Compromises, Arrangement and Reconstruction (the Scheme) as sanctioned by the Honorable Lahore High Court, Lahore on May 27, 2022, the Company transferred its manufacturing undertaking to its subsidiary Company, i.e. Waves Home Appliances Limited with effect from effective date, i.e. September 01, 2021.

**3 Separate financial statements**

These financial statements are the separate financial statements of the Company in which investments in subsidiaries are accounted for on the basis of direct equity interest rather than on the basis of reported results and net assets of the investees. Consolidated financial statements of the Company are prepared and presented separately. The Company has the following long term investments:

Name of subsidiary companies	2025 (Direct holding percentage)	2024
- <b>Waves Builders and Developers (Private) Limited</b> (formerly, Waves Marketing (Private) Limited)	<b>100%</b>	100%
- <b>Waves Marketplace Limited</b> (formerly, Electronics Marketing Company (Private) Limited)	<b>100%</b>	100%
- <b>Waves Home Appliances Limited</b> (formerly, Samin Textiles Limited)	<b>55.08%</b>	55.08%

**4 Basis of preparation**

**4.1 Statement of compliance**

These condensed interim unconsolidated financial statements of the Company have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and Provisions of and directives issued under the Companies Act, 2017.

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

- 4.2** These condensed interim unconsolidated financial statements comprise the condensed interim unconsolidated statement of financial position of the Company as at March 31, 2025 and the related condensed interim unconsolidated statement of profit or loss account, condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity and condensed interim unconsolidated statement of cash flow and notes to the financial information for the three months period then ended.

- 4.3** These condensed interim unconsolidated financial statements are unaudited but subject to limited scope review by external auditors and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Limited.
- 4.4** These condensed interim unconsolidated financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended December 31, 2024. Selected explanatory notes are included to explain events and transactions that are significant to and understanding of the changes in the Company's financial position and performance since the last annual financial statements.
- 4.5** Comparative unconsolidated statement of financial position's numbers are extracted from the annual audited unconsolidated financial statements of the Company for the year ended December 31, 2024, whereas comparative unconsolidated statement of profit or loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim unconsolidated financial statement of the Company for the three months period ended March 31, 2025.

## **5 Basis of measurement**

These unconsolidated interim financial statements have been prepared under the historical cost convention except for investment property which are stated at fair value less impairment losses.

## **6 Functional and presentation currency**

These unconsolidated interim financial statements are presented in Pakistani Rupee which is also the Company's functional and presentation currency and have been rounded off to the nearest thousand.

## **7 Use of estimates and judgments**

The preparation of condensed interim unconsolidated financial statements requires 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 unconsolidated financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation are the same as those applied in the preparation of annual audited financial statements for the year ended December 31,

## **8 Statement of consistency in accounting policies**

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

### **8.1 Adoption of application Guidance on Accounting for Minimum Taxes and Final Taxes under International Accounting Standard 12, Income taxes.**

The Company has classified its current income tax to the extent of income tax based on revenue i.e., final tax under the Section of 113 the Income Tax Ordinance, 2001 to levies as explained in International Financial Reporting Interpretation Committee (IFRIC) 21 "Levies" pursuant to "IAS 12 Application Guidance on Accounting for minimum and final taxes" issued by the Institute of Chartered Accountants of Pakistan clarifying that levies whose calculation use data such as gross amount of revenues, assets and liabilities do not meet the definition of income taxes provided in International Accounting Standard 12, Income taxes i.e., not within the scope International Accounting Standard 12, Income taxes rather are within the scope of International Accounting Standard 37, Provision, contingent liabilities and contingent assets".

The Company has adopted to designate the amount calculated on taxable income using notified tax rate as an income tax within the scope of International Accounting Standard 12, Income taxes and recognises it as current income tax expense. Any excess over the amount designated as income tax is recognised as a levy falling under the scope of IFRIC 21 / Provision, contingent liabilities and contingent assets.



	(Un-audited) March 31, 2025 (Number of shares)	(Audited) December 31, 2024	(Un-audited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
<b>9 SHARE CAPITAL</b>				
<b>9.1</b> Authorised share capital	<b>300,000,000</b>	300,000,000	<b>3,000,000</b>	3,000,000

**9.1.1** The authorized share capital stands at Rupees 3,000 million divided into 300,000,000 shares of Rupees 10 each, according to the Memorandum and Articles of Association the Company.

	(Un-audited) March 31, 2025 (Number of shares)	(Audited) December 31, 2024	(Un-audited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
<b>9.2 Issued, subscribed and paid-up capital</b>				
Fully paid-up ordinary shares of Rupees 10 each:				
Issued for cash	<b>105,263,597</b>	105,263,597	<b>1,052,637</b>	1,052,637
Issued for consideration other than cash	<b>703,733</b>	703,733	<b>7,037</b>	7,037
Issued as paid bonus shares	<b>78,988,759</b>	78,988,759	<b>789,888</b>	789,888
Issued under scheme of amalgamation	<b>96,450,000</b>	96,450,000	<b>964,500</b>	964,500
	<b>281,406,089</b>	281,406,089	<b>2,814,062</b>	2,814,062

**9.3** No further shares were issued during the period.

		(Un-audited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
<b>10 CAPITAL RESERVES</b>	<b>Note</b>		
Share premium		<b>5,025,661</b>	5,025,661
Other capital reserve		<b>5,000</b>	5,000
		<b>5,030,661</b>	5,030,661
<b>11 LONG TERM FINANCING</b>			
National Bank of Pakistan - Term Finance		<b>1,500,000</b>	1,500,000
Sindh Bank Limited - Term Finance		<b>180,096</b>	180,096
		<b>1,680,096</b>	1,680,096
Deferred markup		<b>341,637</b>	291,980
		<b>2,021,733</b>	1,972,076
Current maturity presented under current liabilities		<b>(12,000)</b>	(12,000)
		<b>2,009,733</b>	1,960,076
<b>12 SHORT TERM BORROWINGS</b>			
<i>From banking companies - secured:</i>			
Running finance under mark-up arrangements	<b>12.2</b>	-	-
<i>From non -banking companies:</i>			
Demand finance	<b>12.3</b>	<b>50,000</b>	-
		<b>50,000</b>	-

**12.1** There were no major changes in any of the facilities during the period . All terms and conditions applicable on these facilities are same as those disclosed in the annual financial statements of the Company for the year ended December 31, 2024.



**13 CONTINGENCIES AND COMMITMENTS****13.1 Contingencies**

**12.1.1** There has been no significant changes in contingencies as reported in the annual audited financial statements of the Company for the year ended December 31, 2024.

**12.1.2** Based on the legal opinion, due to the Scheme of Compromises, Arrangement and Reconstruction (the Scheme); the routing of transactions in order to pass on the impact of sales tax to subsidiary company is in line with the Scheme sanctioned by the Honorable Court. Therefore, there will be no non-compliance at this point of time, however, at any stage if there will be negative inference; then the same will be dealt accordingly.

**13.2 Commitments**

There has been no significant changes in commitments as reported in the annual audited financial statements of the Company for the year ended December 31, 2024

		(Un-audited) March 31, 2025	(Audited) December 31, 2024
	Note	(Rupees in '000)	
<b>14 INVESTMENT PROPERTY</b>			
Opening balance		3,775,432	250,000
Transferred from inventories		-	3,126,042
Disposed off during the period			(60,000)
		<u>3,775,432</u>	<u>3,316,042</u>
Fair value adjustments		49,751	459,390
Closing balance		<u>3,825,183</u>	<u>3,775,432</u>
<b>15 INVESTMENT IN SUBSIDIARIES</b>			
<b><i>Waves Marketplace limited</i></b>			
50,000,000 (2023: 50,000,000) fully paid ordinary shares of Rupees 10 each		500,000	500,000
Equity held: 100% (2023: 100%)			
Chief Executive Officer - Moazzam Ahmad Khan			
<b><i>Waves Builders and Developers (Private) Limited</i></b>			
100,000 (2023: 100,000) fully paid ordinary shares of Rupees 10 each	15.1	1,000	1,000
Equity held: 100% (2023: 100%)			
Chief Executive Officer - Moazzam Ahmad Khan			
<b><i>Waves Home Appliance Limited</i></b>			
147,564,300 (2024: 147,564,300) fully paid ordinary shares of Rupees 10 each		3,484,992	3,498,211
Equity held: 55.08% (2024: 55.08%)			
Chief Executive Officer - Haroon Ahmad Khan			
		<u>3,985,992</u>	<u>3,999,211</u>

**15.1** During the period under review; the board of directors of the Company and its subsidiary company, i.e. Waves Builders and Developers (Private) Limited in their meetings held on April 05, 2024 have decided to amalgamate the subsidiary company with the Company under the provisions of Section 284 (1) of the Companies Act, 2017. As per Scheme; all assets, liabilities and obligations comprising the subsidiary company shall stand amalgamated with, transferred to, vested in and be assumed by parent company with effect from effective date. The Company is in the process of filing of Scheme and Amalgamation Waves Builders and Developers (Private) Limited into the Company with Securities and Exchange Commission of Pakistan.

		(Un-audited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
	Note		
<b>16 LONG TERM RECEIVABLE</b>			
Receivable from a subsidiary company		2,000,000	2,000,000
<b>16.1 Movement of long term receivable</b>			
Balance at the beginning of the period / year		2,000,000	1,926,938
Unwinding of long term receivables from subsidiary	16.2	-	73,062
Balance at the end of the year		<u>2,000,000</u>	<u>2,000,000</u>
<b>16.2</b>	This represents unwinding of loan discounted at average borrowing rate of 9.87% per annum and has been accounted for as part of consideration paid under the Scheme of Arrangement. During the period under review, the shareholders of the Company in their meeting held on April 29, 2024 has extended recovery of long term receivables for a period of two years, i.e. May 27, 2026 subject to chargeability of interest rate of 0.1% above average borrowing costs of the Company.		
		(Un-audited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
	Note		
<b>17 INVENTORIES</b>			
<b>17.1 Under developed properties</b>			
Balance at the beginning of the period		-	3,126,042
Transferred to investment property		0	(3,126,042)
		<u>0</u>	<u>-</u>
<b>18 ADVANCES AND DEPOSITS</b>			
This includes balance amounting to Rupees 423.493 million (December 31, 2023: Rupees 370.879 million receivable from Waves Marketplace Limited (formerly, Electronics Marketing Company (Private) Limited), wholly owned subsidiary of the Company. This balance is unsecured and receivable on demand. Markup is being calculated and charged on outstanding balance at an average borrowing cost of the Company.			
		(Un-audited) March 31, 2025 (Rupees in '000)	(Un-audited) December 31, 2024
<b>19 LEVIES</b>			
Alternate corporate tax		<u>12,173</u>	<u>2,494</u>
<b>19.1</b>	Current period's provision for levies has been charged on the basis of alternate corporate tax on accounting profit under Section 113C of the Income Tax Ordinance 2001 as fully explained in note 8.1.		

(Un-audited)	(Un-audited)
March	December
31, 2025	31, 2024
(Rupees in '000)	

**20 CASH AND CASH EQUIVALENTS**

Cash and bank balances	16,283	17,932
Running finance	-	-
	<u>16,283</u>	<u>17,932</u>

**21 TRANSACTIONS WITH RELATED PARTIES**

Related parties comprise of associated undertakings, directors, entities with common directorship, post employment plans and key management personnel. Amounts due from and to related parties are shown under respective notes in these unconsolidated condensed interim financial statements. Significant transactions with related parties are as follows:

Name of the Company	Relationship	Nature of transactions	(Un-audited) March 31, 2025	(Un-audited) March 31, 2024
<b>Subsidiary companies</b>				
Waves Marketplace Limited	Wholly owned subsidiary	Mark-up charged on receivable from subsidiary	17,559	19,318
		Rental income	510	-
Waves Home Appliances Limited	Partially owned subsidiary	Markup income	72,100	47,938

**22 FINANCIAL RISK MANAGEMENT AND FAIR VALUE OF FINANCIAL INSTRUMENTS**

**22.1** The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements of the Company for the year ended December 31, 2024.

**22.2** The following table shows the carrying amounts and fair values of financial instruments and non-financial instruments including their levels in the fair value hierarchy:

		March 31, 2025					
		Carrying amount			Fair value		
		Financial assets at amortized cost	Other financial liabilities	Total	Level 1	Level 2	Level 3
Note		Rupees in '000'					
Financial instruments							
Financial assets							
Long term receivable	16	2,000,000	-	2,000,000	-	-	-
Advances and deposits		546,022	-	546,022	-	-	-
Receivable from subsidiary company		-	-	-			
Cash and bank balances		16,283	-	16,283	-	-	-
	22.3	2,562,305	-	2,562,305	-	-	-
Financial liabilities							
Long term financing			2,009,733	2,009,733			
Trade and other payables		-	33,277	33,277	-	-	-
Accrued mark-up on borrowings		-	7,788	7,788	-	-	-
Short term borrowings	12	-	50,000	50,000	-	-	-
Unpaid dividend		-	1,179	1,179	-	-	-
		-	2,101,977	2,101,977	-	-	-
December 31, 2024							
		Carrying amount			Fair value		
		Financial assets at amortized cost	Other financial liabilities	Total	Level 1	Level 2	Level 3
Note		Rupees in '000'					
Financial assets							
Long term receivables	16	2,000,000	-	2,000,000	-	-	-
Advances and deposits		481,741	-	481,741	-	-	-
Cash and bank balances		17,932	-	17,932	-	-	-
		2,499,673	-	2,499,673	-	-	-
Financial liabilities							
Trade and other payables		-	33,269	33,269	-	-	-
Accrued mark-up on borrowings		-	5,206	5,206	-	-	-
Short term borrowings	12	-	50,000	50,000	-	-	-
Unpaid dividend		-	1,179	1,179	-	-	-
		-	89,654	89,654	-	-	-

- 22.3 The Company has not disclosed the fair values of these financial assets and liabilities as these are for short term or reprise over short term. Therefore, their carrying amounts are reasonable approximation of fair value.

**Non-financial asset measured at fair value**

Investment property      Date of valuation      31 December, 2024

The valuation model is based on price per square metre. In determining the valuation for investment property the valuer refers to numerous independent market inquiries from local estate agents / realtors in the vicinity to establish the present market value. The fair valuation of investment property are considered to represent a level 3 valuation based on significant non-observable inputs being the location and condition of the assets.

The fair value are subject to change owing to changes in input. However, management does not expect there to be a material sensitivity to the fair value arising from the non-observable inputs.

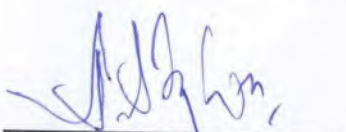
23 **DATE OF AUTHORIZATION**

This condensed interim unconsolidated financial information has been approved by the Board of Directors of the Company and authorized for issue on April 30, 2025.

24 **GENERAL**

- 24.1 Corresponding figures have been re-arranged and re-classified where necessary for the purpose of comparison and better presentation as per reporting framework.


- 24.2 Figures have been rounded off to nearest thousand unless stated otherwise.



Chief Executive



Director



Chief Financial Officer



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