



# ZAREA LIMITED FINANCIAL STATEMENTS

For the Half Year Ended December 31, 2024

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## Company Information

### Board of Directors

Mrs. Misbah Momin	Chairperson/Director
Mr. Ali Alam Qamar	C.E.O/Director
Mr. Sohail Wajahat Siddiqui	Independent Director
Mr. Muhammad Afzal Chaudhry	Independent Director
Mr. Juneid Akram	Non-Executive Director
Mr. Nouman Ul Hassan	Executive Director
Mrs. Meezan Fahd	Non-Executive Director

### Chief Financial Officer

Muhammad Usman Ameer

### Company Secretary

Syed Muhammad AKram

### Company Registration

0158011

### Company National Tax Number

8379488

### Auditors

Naveed Zafar Ashfaq Jaffery & Co.  
Chartered Accountant

### Legal Counsel

Mohsin Tayebaly & Co.

### Share Registrar

THK Associates (Pvt.) Limited

### Bankers

Meezan Bank  
Al-Falah Bank  
Faysal Bank  
UBL Bank

### Head Office

Office No. 6011, NASTP, Special  
Technology Zone, Delta 6, Abid Majeed Rd,  
Cantt, Lahore

### Other Office

Zarea Limited, Pak Austria Fachhochschule:  
Institute of Applied Science and Technology  
(Special Technology Zone), Mang Haripur



# Zarea Limited

## Unconsolidated Financial Statements

For the Half Year Ended December 31, 2024



**ZAREA LIMITED**  
**CONDENSED UNCONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
As at December 31, 2024

	<i>Notes</i>	Un-Audited December 2024	Audited June 2024
<b><u>NON-CURRENT ASSETS</u></b>			
Property and equipments	4	44,959,989	25,891,413
Intangible Assets		27,146,370	22,058,377
Long term Security Deposits		2,230,875	2,230,875
Investment in Subsidiary		750,000	750,000
		<b>75,087,234</b>	<b>50,930,665</b>
<b><u>CURRENT ASSETS</u></b>			
Short term Investments	5	218,190,573	70,653,024
Advances for Agriculture Commodities		150,391,942	241,982,657
Trade and Other receivables		168,566,054	157,503,596
Advances & Prepayments		22,510,120	15,364,620
Cash and bank balances		303,139,239	93,013,441
		<b>862,797,928</b>	<b>578,517,338</b>
		<b>937,885,162</b>	<b>629,448,003</b>
<b><u>TOTAL ASSETS</u></b>			
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Share capital</b>			
<b>Authorized capital</b>			
400,000,000 ordinary shares of Rs. 1/- each		<b>400,000,000</b>	<b>300,000,000</b>
<b>Issued, subscribed &amp; paid-up capital</b>			
200,000,000 ordinary shares of Rs.1/- each fully paid in cash		<b>200,000,000</b>	<b>200,000,000</b>
Reserves		<b>733,505,560</b>	<b>397,644,357</b>
		<b>933,505,560</b>	<b>597,644,357</b>
<b><u>NON-CURRENT LIABILITIES</u></b>			
		-	-
<b><u>CURRENT LIABILITIES</u></b>			
Trade and Other Payables		<b>4,379,602</b>	<b>31,803,646</b>
		<b>4,379,602</b>	<b>31,803,646</b>
<b><u>TOTAL EQUITY AND LIABILITIES</u></b>			
		<b>937,885,162</b>	<b>629,448,003</b>
<b>Contingencies and Commitments</b>			
	6	-	-

*The annexed notes 1 to 11 form an integral part of these financial statements.*



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

**ZAREA LIMITED**  
**CONDENSED UNCONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)**  
**For the Period ended December 31, 2024**

Rupees	Notes	Half Year Un-Audited December 2024	Half Year Un-Audited December 2023
Revenue - Net	7	366,772,982	197,869,068
Cost of Sales		(133,833,278)	(65,508,886)
<b>Gross profit</b>		<b>232,939,704</b>	<b>132,360,183</b>
Administrative and General Expenses		(20,468,278)	(10,210,220)
Selling and Distribution Expenses		(19,141,608)	(12,093,766)
Investments Gain/(Loss)	8	131,179,174	23,820,438
Finance Costs		(78,852)	(33,274)
<b>Profit before taxation</b>		<b>324,430,140</b>	<b>133,843,360</b>
Taxation		-	428,553
<b>Net profit after taxation</b>		<b>324,430,140</b>	<b>134,271,913</b>
<b>Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income</b>		<b>324,430,140</b>	<b>134,271,913</b>
<b>Basic &amp; Diluted earning per share</b>	9	<b>1.62</b>	<b>0.67</b>

The annexed notes 1 to 11 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

## ZAREA LIMITED

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

For the Period ended December 31, 2024

Particulars	Issued, subscribed and paid-up capital	Loan from Shareholders/ Sponsors	Reserves		Total Equity
			Revenue Reserves	Capital Reserves	
			Unappropriated profit	Unrealized (loss)/gain on investment at fair value through OCI	
Rs					
Balance as at July 1, 2023	20,000,000	83,500,000	109,894,307	-	213,394,307
Profit for the year	-	-	134,271,913	-	134,271,913
Loan from Shareholders / Sponsors	-	96,500,000	-	-	96,500,000
	20,000,000	20,000,000			
Balance as at December 31, 2023	20,000,000	180,000,000	244,166,220	-	444,166,220
Balance as at July 1, 2024	200,000,000	-	427,464,879	-	627,464,879
Profit for the year	-	-	324,430,140	-	324,430,140
Share Issuance Expense	-	-	(18,389,459)	-	(18,389,459)
Balance as at December 31, 2024	200,000,000	-	733,505,560	-	933,505,560

The annexed notes 1 to 11 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

**ZAREA LIMITED**  
**CONDENSED UNCONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
For the Period ended December 31, 2024

Rupees	Notes	Un-Audited December 2024	Un-Audited December 2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		324,430,140	133,843,360
<b><u>Adjustment for non-cash items</u></b>			
Depreciation & Amortization		3,061,981	8,002,215
Capital Gain		(131,179,174)	(8,978,825)
Finance costs		78,852	33,273
<b>Operating profit before working capital changes</b>		<b>196,391,799</b>	<b>132,900,023</b>
<b>Working capital changes</b>			
<b>(Increase) / decrease in current assets</b>			
Trade and Other Receivables		(11,062,458)	(45,921,014)
Advances, Deposits and Prepayments		(7,145,500)	-
Investment in Commodities		91,590,715	(46,933,897)
<b>Increase / (decrease) in current liabilities</b>			
Trade and Other Payables		2,396,478	646,546
Income Tax Paid		-	(428,553)
Finance Costs paid		(78,852)	(33,274)
		<b>75,700,383</b>	<b>(92,670,192)</b>
<b>Net cash flows from operating activities</b>		<b>272,092,182</b>	<b>40,229,831</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Loan from Sponsors / Shareholders		-	30,000,000
Share Issuance Expense		(18,389,459)	-
		<b>(18,389,459)</b>	<b>30,000,000</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Property and Equipment Acquired		(20,668,550)	(4,200,044)
Intangible Assets Acquired		(6,550,000)	(1,603,633)
Short term Investments		(317,000,000)	(6,000,000)
Proceeds from Disposal of Alfalah GHP Mutual Funds		68,647,442	-
Proceeds from Disposal of Investment in shares		231,994,183	-
<b>Net cash flows from investing activities</b>		<b>(43,576,925)</b>	<b>(11,803,676)</b>
Net increase in cash and cash equivalents		<b>210,125,798</b>	<b>58,426,155</b>
Cash and cash equivalents at the beginning of the Period		<b>93,013,441</b>	<b>28,096,632</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>303,139,239</b>	<b>86,522,787</b>

The annexed notes 1 to 11 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



**ZAREA LIMITED**  
**NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**For the Period ended December 31, 2024**

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**1 Legal status and Nature of Business**

Zarea Limited is registered as a public limited company in Pakistan. The company was incorporated on 16 November 2020 under the Companies Act, 2017.

The principal activity of the company is to act as an online market place that has created a software application through which customers and vendors connect for purchase and sale. The company charges a platform usage fee for allowing access to its software application.

The company's registered office is situated at 6011-Delta-6, NASTP, Abid Majeed Rd, Lahore Cantt.

**2 Basis of preparation**

The significant accounting policies applied in the preparation of these financial statements are set out below:

**2.1 Statement of compliance**

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

International Financial Reporting Standard (IAS) 34 issued by International Accounting Standards Board (IASB) as notified under the Companies Act, 2017

Provisions of and directives issued under the Companies Act, 2017.

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

**2.2** This condensed interim financial statements comprises the condensed interim statement of financial position of the Company, as at 31 December 2024 and the related condensed interim statement of profit or loss account and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.

**2.3** The condensed interim financial statements do not include all the information and disclosures required in an annual financial statements and should be read in conjunction with the financial statements for the year ended June 30, 2024.

**2.4** Comparative statement of financial statements numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2024, whereas comparatives of condensed interim statement of profit or loss account and other comprehensive income, statement of cash flows and statement of changes in equity are stated from unaudited condensed interim financial statements of the Company for the three months period ended 31 December 2024.

**2.5 Functional and presentation currency**

The financial statements are presented in Pakistan Rupees, which is the Company's functional and presentation currency.

**2.6 Key Judgments and estimates**

In preparing these condensed interim financial statements management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of annual audited financial statements for the year ended 30 June 2024.

**3 Summary of significant accounting policies**

The accounting policies adopted for the preparation of this condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended 30 June 2024



**ZAREA LIMITED**  
**NOTES TO THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**For the Period ended December 31 2024**

**5 Short Term Investments**

	Carring Value		Fair Value	
	2024 December	2024 June	2024 December	2024 June
Investment in Shares	17,565,670	58,217,271	17,581,331	70,653,024
Investment in Alfalah Mutual Fund GHP	5.2 200,000,000	-	200,609,242	-
	<u>217,565,670</u>	<u>58,217,271</u>	<u>218,190,573</u>	<u>70,653,024</u>

5.1 Investments are measured at fair value through profit or loss

5.2 This represents investment in 1,964,029 units (2024: Nil units) of Mutual Funds having cost amounting to Rs.200,000,000/- (2024:Rs.

**6 Contingencies and Commitments**

There are no contingencies and commitment appearing at the date of statement of financial position of the Company.

**7 Revenue**

		Un-Audited 2024 December	Un-Audited 2023 December
Platform Usage Fee	7.1	218,460,524	117,518,570
Sale of Agriculture Commodities	7.2	148,312,458	80,350,498
		<u>366,772,982</u>	<u>197,869,068</u>

7.1 This is the platform usage fee charged by the company for allowing access to the application. The company charges a platform usage fee of each transaction.

7.2 The sale of agriculture commodities is conducted through the e-commerce platform, with the selling price recognized as revenue. Excess of selling price over cost of the commodities is gain of the Company instead of earning a platform usage fee, reflecting the Company's direct involvement in its procurement.

**8 Investments Gain/(Loss)**

	Un-Audited 2024 December	Un-Audited 2023 December
Gain on investments	131,179,174	8,978,825

**9 Earning per Share - Basic & Diluted**

There is no dilutive effect on the basic earnings per share which is based on:

	Un-Audited 2024 December	Un-Audited 2023 December
Profit after taxation	324,430,140	134,271,913
Weighted average number of ordinary shares	200,000,000	200,000,000
Basic earning per share	<u>1.62</u>	<u>0.67</u>

**10 Date of Authorization for issue**

These financial statements were issued on **January 21, 2025** by the board of directors of the Company.

**11 General**

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

# Zarea Limited

## Consolidated Financial Statements

For the Half Year Ended December 31, 2024



**ZAREA LIMITED**  
**CONDENSED GROUP CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**As at December 31, 2024**

	<i>Notes</i>	<b>Un-Audited December 2024</b>	<b>Audited June 2024</b>
<b><u>NON-CURRENT ASSETS</u></b>			
Property and equipments	5	44,959,989	25,891,413
Intangible Assets		27,146,370	22,058,377
Long term Security Deposits		2,230,875	2,230,875
		<b>74,337,234</b>	<b>50,180,665</b>
<b><u>CURRENT ASSETS</u></b>			
Short term Investments	6	218,190,573	70,653,024
Advances for Agriculture Commodities		150,391,942	241,982,657
Trade and Other receivables		168,566,054	157,503,596
Advances & Prepayments		22,510,120	15,364,620
Cash and bank balances		304,137,383	94,013,441
		<b>863,796,072</b>	<b>579,517,338</b>
		<b>938,133,306</b>	<b>629,698,003</b>
<b><u>TOTAL ASSETS</u></b>			
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Share capital</b>			
<b>Authorized capital</b>			
400,000,000 ordinary shares of Rs. 1/- each		<b>400,000,000</b>	<b>300,000,000</b>
<b>Issued, subscribed &amp; paid-up capital</b>			
200,000,000 ordinary shares of Rs.1/- each fully paid in cash		<b>200,000,000</b>	<b>200,000,000</b>
Reserves		<b>733,429,168</b>	<b>397,569,357</b>
Non-controlling Interest		<b>224,536</b>	<b>225,000</b>
		<b>933,653,704</b>	<b>597,794,357</b>
<b><u>NON-CURRENT LIABILITIES</u></b>			
		-	-
<b><u>CURRENT LIABILITIES</u></b>			
Trade and Other Payables		<b>4,479,602</b>	<b>31,903,646</b>
		<b>4,479,602</b>	<b>31,903,646</b>
		<b>938,133,306</b>	<b>629,698,003</b>
<b><u>TOTAL EQUITY AND LIABILITIES</u></b>			
<b>Contingencies and Commitments</b>			
	7	-	-

*The annexed notes 1 to 12 form an integral part of these financial statements.*



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



**ZAREA LIMITED**  
**CONDENSED GROUP CONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)**  
**For the Period ended December 31, 2024**

Rupees	Notes	Half Year Un-Audited December 2024	Half Year Un-Audited December 2023
Revenue - Net	8	366,772,982	197,869,068
Cost of Sales		<u>(133,833,278)</u>	<u>(65,508,886)</u>
<b>Gross profit</b>		<b>232,939,704</b>	<b>132,360,183</b>
Administrative and General Expenses		<u>(20,468,278)</u>	<u>(10,210,220)</u>
Selling and Distribution Expenses		<u>(19,141,608)</u>	<u>(12,093,766)</u>
Investments Gain/(Loss)	9	131,179,174	23,820,438
Finance Costs		<u>(80,708)</u>	<u>(33,274)</u>
<b>Profit before taxation</b>		<b>324,428,284</b>	<b>133,843,360</b>
Taxation		<u>-</u>	<u>428,553</u>
<b>Net profit after taxation</b>		<b>324,428,284</b>	<b>134,271,913</b>
<b>Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income</b>		<b>324,428,284</b>	<b>134,271,913</b>
<b>Basic &amp; Diluted earning per share</b>	10	<b>1.62</b>	<b>0.67</b>

The annexed notes 1 to 12 form an integral part of these financial statements.

Parent Share of profit	324,428,748	-
NCI share of loss	(464)	-



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

## ZAREA LIMITED

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

For the Period ended December 31, 2024

Particulars	Issued, subscribed and paid-up capital	Loan from Shareholders/ Sponsors	Revenue Reserves		Capital Reserves	Total Equity
			Unappropriated profit	Unrealized (loss)/gain on investment at fair value through OCI		
Rs						
<b>Balance as at July 1, 2023</b>	20,000,000	83,500,000	109,894,307	-	-	213,394,307
Profit for the year	-	-	134,271,913	-	-	134,271,913
Other Comprehensive income	-	-	-	-	-	-
Incremental Depreciation (Net of Tax)	-	-	-	-	-	-
Loan from Shareholders / Sponsors	-	96,500,000	-	-	-	96,500,000
Issuance of shares	-	-	-	-	-	-
Share Issuance Expense	-	-	-	-	-	-
	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
<b>Balance as at December 31, 2023</b>	20,000,000	180,000,000	244,166,220	-	-	444,166,220
<b>Balance as at July 1, 2024</b>	200,000,000	-	427,389,879	225,000	-	627,614,879
Profit for the year	-	-	324,428,748	(464)	-	324,428,284
Other Comprehensive income	-	-	-	-	-	-
Incremental Depreciation (Net of Tax)	-	-	-	-	-	-
Loan from Shareholders / Sponsors	-	-	-	-	-	-
Issuance of shares	-	-	-	-	-	-
Share Issuance Expense	-	-	(18,389,459)	-	-	(18,389,459)
<b>Balance as at December 31, 2024</b>	200,000,000	-	733,429,168	224,536	-	933,653,704

The annexed notes 1 to 12 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

**ZAREA LIMITED**  
**CONDENSED GROUP CONSOLIDATED INTERIM STATEMENT OF CASH FLOW (UN-AUDITED)**  
For the Period ended December 31, 2024

Rupees	Notes	Un-Audited December 2024	Un-Audited December 2023
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		324,428,284	133,843,360
<b><u>Adjustment for non-cash items</u></b>			
Depreciation & Amortization		3,061,981	8,002,215
Capital Gain		(131,179,174)	(8,978,825)
Finance costs		80,708	33,273
<b>Operating profit before working capital changes</b>		<b>196,391,799</b>	<b>132,900,023</b>
<b>Working capital changes</b>			
<b>(Increase) / decrease in current assets</b>			
Trade and Other Receivables		(11,062,458)	(45,921,014)
Advances, Deposits and Prepayments		(7,145,500)	-
Investment in Commodities		91,590,715	(46,933,897)
<b>Increase / (decrease) in current liabilities</b>			
Trade and Other Payables		2,396,478	646,546
Income Tax Paid		-	(428,553)
Finance Costs paid		(80,708)	(33,274)
		<b>75,698,527</b>	<b>(92,670,192)</b>
<b>Net cash flows from operating activities</b>		<b>272,090,326</b>	<b>40,229,831</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Loan from Sponsors / Shareholders		-	30,000,000
Share Issuance Expense		(18,389,459)	-
<b>Net cash flows from financing activities</b>		<b>(18,389,459)</b>	<b>30,000,000</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Property and Equipment Acquired		(20,668,550)	(4,200,044)
Intangible Assets Acquired		(6,550,000)	(1,603,633)
Investment in Securities		(317,000,000)	(6,000,000)
Proceeds from Disposal of Alfalah GHP Mutual Funds		68,647,442	-
Proceeds from Disposal of Investment in shares		231,994,183	-
<b>Net cash flows from investing activities</b>		<b>(43,576,925)</b>	<b>(11,803,676)</b>
Net increase in cash and cash equivalents		<b>210,123,942</b>	<b>58,426,155</b>
Cash and cash equivalents at the beginning of the Period		<b>94,013,441</b>	<b>28,096,632</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>304,137,383</b>	<b>86,522,787</b>

The annexed notes 1 to 12 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

**ZAREA LIMITED**  
**NOTES TO THE CONDENSED GROUP CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**For the Period ended December 31, 2024**

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**1 Legal status and Nature of Business**

**The Group comprises of :**

> Zarea Limited - Holding Company

> Zarea Agri Tech Private Limited - Subsidiary Company ( 75% Owned by Zarea Limited and 25% Owned by Goldfinger Private Limited

Zarea Limited-Holding Company is registered as a public limited company in Pakistan . The company was incorporated on 16 September 2020 under the Companies Act, 2017.

The principal activity of the company is to act as an online market place that has created a software application through which customers and vendors connect for purchase and sale. The company charges a platform usage fee for allowing access to its software application.

The company's registered office is situated at 6011- Delta 6 NASTP, Abid Majeed Rd, Lahore Cantt.

Subsidiary Company (Zarea Agri-Tech) is a Private Limited company . The company was incorporated on 01-March 2024 under the Companies Act, 2017.

The principal activity of the company is to sale and purchase of Commodities

The company's registered office is situated at 6011- Delta 6 NASTP, Abid Majeed Rd, Lahore Cantt.

**2 Basis of Preparation**

**2.1 Statement of compliance**

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

International Accounting Standard (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

Provisions of and directives issued under the Companies Act, 2017.

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

2.2 This condensed interim financial statements comprises the condensed interim statement of financial position of the Company, as at December 31, 2024 and the related condensed interim statement of profit or loss account and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity together with the notes forming part thereof.

2.3 The condensed interim financial statements do not include all the information and disclosures required in an annual financial statements and should be read in conjunction with the financial statements for the year ended June 30, 2024.

2.4 Comparative statement of financial statements numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2024, whereas comparatives of condensed interim statement of profit or loss account and other comprehensive income, statement of cash flows and statement of changes in equity are stated from unaudited condensed interim financial statements of the Company for the three months period ended December 31, 2024.

**2.5 Basis of Preparation**

These consolidated condensed interim financial statements include the financial statements of Zarea Limited and its subsidiary – Zarea Agritech private Limited (“referred as the Group”). The financial statements of the subsidiary have been consolidated on line by line basis. All material inter-organization balances, transactions and resulting unrealized profits / losses have been eliminated.

These consolidated condensed interim financial statements have been prepared under the historical cost convention, except as otherwise stated in relevant notes and are presented in Pakistani Rupees (Rs.), which is the functional currency of the Group.

These consolidated condensed interim financial statements are unaudited and do not include all the information and disclosures as are required for annual audited consolidated financial statements, and therefore, should be read in conjunction with the Group's annual audited consolidated financial statements for the year ended June 30, 2024. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual audited consolidated financial statements.

**ZAREA LIMITED**  
**NOTES TO THE CONDENSED GROUP CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**For the Period ended December 31, 2024**

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**3 Summary of significant accounting policies**

The significant accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual audited consolidated financial statements of the Group for the year ended June 30, 2024, except detailed below or elsewhere. During the period, certain amendments / interpretations became effective and were adopted by the holding company and the subsidiary company. Management has assessed the changes laid down by the amendments / interpretations that became effective during the period or are yet not effective and determined that they do not have any significant impact on these consolidated condensed interim financial statements.

Taxes on income in the interim periods are accrued using tax rate that would be applicable to expected annual profit or loss of the holding company. Actuarial valuations are carried out on annual basis. The last actuarial valuation was carried out by the holding company on June 30, 2024. The impact of remeasurement of retirement benefit plan has not been incorporated in the consolidated condensed interim financial statements.

**4 Critical accounting estimates and judgments**

The preparation of consolidated condensed interim financial statements in conformity with the approved accounting standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these consolidated condensed interim financial statements, the significant judgements made by management in applying the Group accounting policies and key sources of estimation of uncertainty were the same as those applied to the annual audited consolidated financial statements of the Group for the year ended June 30, 2024, except as disclosed otherwise in respective notes.



**ZAREA LIMITED**  
**NOTES TO THE CONDENSED GROUP CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**

For the Period ended December 31, 2024

**5 Property & Equipment**

Particulars	2024				2025				
	As at July 01, 2023	Additions	Disposals	As at June 30, 2024	As at July 01, 2023	For the year	Adjustment	As at June 30, 2024	Net book value as at June 30, 2024
	<b>COST</b>				<b>DEPRECIATION</b>				
	<i>R u p e e s</i>				<i>R u p e e s</i>				
Computers	7,951,020	4,220,940	-	12,171,960	1,488,681	913,762	-	2,402,444	9,769,516
Office Equipment	3,454,400	4,477,531	-	7,931,931	215,904	471,547	-	687,450	7,244,480
Furniture	2,900,225	6,715,530	-	9,615,755	361,421	376,918	-	738,339	8,877,416
	<b>14,305,645</b>	<b>15,414,001</b>	<b>-</b>	<b>29,719,646</b>	<b>2,066,006</b>	<b>1,762,227</b>	<b>-</b>	<b>3,828,233</b>	<b>25,891,413</b>

Particulars	2024				2025				
	As at July 01, 2024	Additions	Disposals	As at December 31, 2024	As at July 01, 2024	For the year	Adjustment	As at December 31, 2024	Net book value as at December 31, 2024
	<b>COST</b>				<b>DEPRECIATION</b>				
	<i>R u p e e s</i>				<i>R u p e e s</i>				
Computers	12,171,960	5,157,500	-	17,329,460	2,402,444	603,203	-	3,005,647	14,323,813
Office Equipment	7,931,931	8,920,000	-	16,851,931	687,450	459,075	-	1,146,526	15,705,405
Furniture	9,615,755	6,591,050	-	16,206,805	738,339	537,695	-	1,276,034	14,930,771
	<b>29,719,646</b>	<b>20,668,550</b>	<b>-</b>	<b>50,388,196</b>	<b>3,828,233</b>	<b>1,599,974</b>	<b>-</b>	<b>5,428,206</b>	<b>44,959,989</b>

**ZAREA LIMITED**  
**NOTES TO THE CONDENSED GROUP CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**For the Period ended December 31 2024**

**6 Short Term Investments**

	Carring Value		Fair Value	
	2024 December	2024 June	2024 December	2024 June
Investment in Shares	17,565,670	58,217,271	17,581,331	70,653,024
Investment in Alfalah Mutual Fund GHP	6.2 200,000,000	-	200,609,242	-
	<u>217,565,670</u>	<u>58,217,271</u>	<u>218,190,573</u>	<u>70,653,024</u>

6.1 Investments are measured at fair value through profit or loss

6.2 This represents investment in 1,964,029 units (2024: Nil units) of Mutual Funds having cost amounting to Rs.200,000,000/- (2024: Rs. Nil).

**7 Contingencies and Commitments**

There are no contingencies and commitment appearing at the date of statement of financial position of the Company.

**8 Revenue**

		Un-Audited 2024 December	Un-Audited 2023 December
Platform Usage Fee	8.1	218,460,524	117,518,570
Sale of Agriculture Commodities	8.2	148,312,458	80,350,498
		<u>366,772,982</u>	<u>197,869,068</u>

8.1 This is the platform usage fee charged by the company for allowing access to the application. The company charges a platform usage fee of each transaction.

8.2 The sale of agriculture commodities is conducted through the e-commerce platform, with the selling price recognized as revenue. Excess of selling price over cost of the commodities is gain of the Company instead of earning a platform usage fee, reflecting the Company's direct involvement in its procurement.

**9 Investments Gain/(Loss)**

	Un-Audited 2024 December	Un-Audited 2023 December
Gain on investments	131,179,174	8,978,825

**10 Earning per Share - Basic & Diluted**

There is no dilutive effect on the basic earnings per share which is based on:

	Un-Audited 2024 December	Un-Audited 2023 December
Profit after taxation	324,428,284	134,271,913
Weighted average number of ordinary shares	200,000,000	200,000,000
Basic earning per share	<u>1.62</u>	<u>0.67</u>

**11 Date of Authorization for issue**

These financial statements were issued on January 21, 2025 by the board of directors of the Company.

**12 General**

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



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