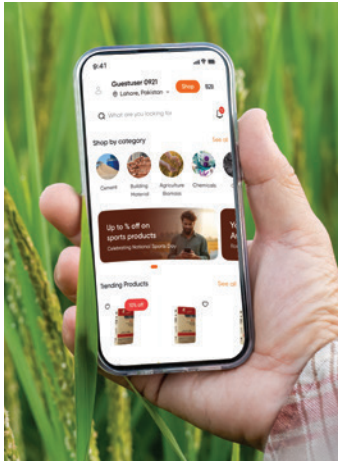




Zarea Limited

1st QUARTER

REPORT 2025-26

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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, ACA

Company Secretary

Syed Muhammad Akram

Head of Internal Auditor

Muhammad Usman Arshad

Audit Committee

Mr. Muhammad Afzal Chaudhry	Chairman
Mr. Juneid Akram	Member
Mr. Nouman Ul Hassan	Member

Human Resource & Remuneration Committee

Mr. Sohail Wajahat Siddiqui	Chairman
Mr. Ali Alam Qamar	Member
Mrs. Meezan Fahd	Member

Company Registration

0158011

Company National Tax Number (NTN)

8379488

Auditors

Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountant

Legal Counsel

Hassan and Company

Share Registrar

THK Associates (Pvt) Limited.
Plot No. 32-C Jami Commercial Street 2, D.H,
Tel: 021-111-000-322, Fax: 032-35310190

Bankers

Meezan Bank Limited
Bank Alfalah Limited
Faysal Bank Limited
United Bank Limited
Muslim Commercial Bank Limited

Registered Head Office

Delta 6 Office No. 6011, NASTP, Abid Majeed
Road Lahore Cantt.

Other Office

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

Directors' Report

The Board of Directors of Zarea Limited feels pleasure in presenting to you the Standalone and Consolidated Financial Statements for the three months period ended September 30, 2025.

Group Overview

The Company was incorporated in Pakistan on September 16, 2020 as a private limited compny, under the Companies Act, 2017 having registered office at 6011, Delta-6 NASTP, Abid Majeed Road Cantonment Lahore Pakistan. The company converted into Public Limited Company on April 15, 2024 and listed on Pakistan Stock Exchange (PSX) on February 28, 2025 through Initial Public Offer (IPO). The Company operates through two subsidiaries: Zarea Agri-Tech (Private) Limited, incorporated on March 1, 2024 under the Companies Act, 2017, and Zarea Commerce FZCO, incorporated on July 14, 2025 in UAE. The principal business activity of both subsidiaries is the general trading of agricultural commodities

Principal activities

The Company operates one of Pakistan's leading online B2B marketplaces, connecting buyers and sellers of commodities through a proprietary technology platform. Revenue is primarily derived from Platform Usage Fees (PUF) on transactions executed via its e-commerce platform, as well as from the purchase and sale of agricultural commodities facilitated on the platform. In addition, the Company generates income from short-term investments in equities, and mutual fund units. Leveraging technology to streamline operations and enhance user experience, the Company is continuously investing in digital innovation to strengthen its market position. It remains firmly committed to environmental, social, and governance (ESG) principles, embedding responsible business practices, operational integrity, ethical governance, and full regulatory compliance at the core of its activities.

Financial Performance of the Group

In the quarter ending on September 30, 2025, the Group reported a revenue of PKR 783.59 million fueled by strong customer retention and new acquisitions, showing an 308.45% increase from the same quarter of previous year. Despite challenging economic conditions, this growth demonstrates the Group's strong presence in various business sectors. The profit after taxation increased by 417.6% as compared to the same quarter of the previous year, with earnings per share at PKR 2.13.

The Group's performance during the quarter under review is summarized below:

	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)	% Increase
Revenue	783,589,310	191,844,458	308.45%
Operating Profit	158,186,827	100,379,340	57.59%
Profit After Taxation	558,176,981	107,847,132	417.56%
Earnings Per Share (PKR)	2.13	0.54	

Key Financial Ratios

Ratio Description	Standalone	Consolidated
Profitability Ratios		
GP	29.55%	29.55%
Net Profit	71.23%	71.23%
Return on Equity	19.71%	19.71%
Return on Assets	17.27%	17.27%
Capital Structure		
Debt to Equity	1.35%	1.35%
Interest Coverage (times)	98.21	98.21
Liquidity Ratio		
Current Ratio	7.66	7.97
Quick Ratio	6.42	6.74
Cash to Current Liabilities	0.56	0.88
Investment		
EPS Basic	2.13	2.13
Dividend Payout	-	-

Shariah Compliance Certification

During the year, Zarea Limited obtained a Shariah Compliance Certificate from Al Hilal Shariah Advisors (Pvt.) Limited. Based on the review of the Company's financial statements as at June 30, 2025, the Company has been **certified as Shariah compliant** by the advisor. This certification reflects Zarea's commitment to conducting its business in accordance with Islamic principles.

Future outlook and Prospects for Growth

Looking ahead, Zarea remains firmly focused on building scale, enhancing efficiency and technology, and expanding its footprint across Pakistan and beyond. The Company sees significant opportunity in digital procurement, industrial inputs, and agri grains and biomass, supported by a recovering macroeconomic environment and rising demand for sustainable supply chain solutions. With continued investments in technology, logistics, and value-added processing, Zarea is positioned to capture new growth avenues, diversify revenue streams, and strengthen its role as a leading B2B marketplace. These initiatives will not only reinforce the Company's domestic leadership but also open pathways to establish Zarea as a regional commodities player, aligned with global trends in digitization and green energy.

Acknowledgement

The Board of Directors extends heartfelt gratitude to all stakeholders, including customers, banks, suppliers, contractors, and shareholders, for their unwavering support and confidence. We also

express our gratitude to our dedicated employees for their hard work and commitment during this period. Our commitment remains steadfast in serving the best interests of all stakeholders and contributing to the overall welfare of our country.

For & on behalf of the board

A handwritten signature in black ink, appearing to be "Ali Qamar", written above a horizontal line.

Mr. Ali Alam Qamar
Chief Executive Officer

A handwritten signature in blue ink, appearing to be "Nouman ul Hassan", written above a horizontal line.

Mr. Nouman ul Hassan
Director



CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED

SEPTEMBER 30, 2025

ZAREA LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

	Notes	September 30, 2025 (Un-audited)	June 30, 2025 (Audited)
NON-CURRENT ASSETS		-----Rs.-----	
Property and equipments	5	164,352,605	143,169,293
Intangible Assets	6	78,430,956	44,054,984
Long term Security Deposits		2,230,875	2,230,875
		245,014,436	189,455,153
CURRENT ASSETS			
Short term Investment		1,584,586,752	792,460,397
Advances for Commodities		366,131,747	218,179,017
Stock in Trade		405,177,331	378,336,417
Trade and Other receivables		246,212,857	466,897,833
Advances & Prepayments		57,641,072	39,962,006
Cash and bank balances		328,144,563	324,062,187
		2,987,894,322	2,219,897,857
TOTAL ASSETS		3,232,908,758	2,409,353,010
EQUITY AND LIABILITIES			
Share capital			
Authorized capital			
400,000,000 ordinary shares of Rs. 1/- each		400,000,000	400,000,000
Issued, subscribed & paid-up capital			
262,500,000 ordinary shares of Rs.1/- each fully paid in cash		262,500,000	262,500,000
Share Premium		913,477,015	916,025,952
Reserves		1,655,933,134	1,097,756,153
Non-Controlling interest		199,536	199,536
		2,832,109,685	2,276,481,641
Loan from Sponsors/Shareholders		-	-
		2,832,109,685	2,276,481,641
NON-CURRENT LIABILITIES			
Provision for gratuity		1,995,000	1,995,000
Long term bank financing		24,001,658	27,732,553
		25,996,658	29,727,553
CURRENT LIABILITIES			
Trade and Other Payables		360,642,091	89,502,261
Current portion of the bank finance		14,160,327	13,641,555
		374,802,418	103,143,816
TOTAL EQUITY AND LIABILITIES		3,232,908,761	2,409,353,010
Contingencies and Commitments	7	-	-

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

ZAREA LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Notes	September 30, 2025 (Un-audited)	September 30 2024 (Un-audited)
		Rs.	
Revenue	8	783,589,310	191,844,458
Cost of Sales		(552,059,271)	(71,400,715)
Gross profit		231,530,039	120,443,743
Administrative and General Expenses		(29,359,207)	(9,708,674)
Selling and Distribution Expenses		(43,984,005)	(10,355,729)
Other Income		401,600,794	7,490,784
Finance Costs		(1,610,639)	(22,992)
Profit before taxation		558,176,981	107,847,132
Taxation		-	-
Net profit after taxation		558,176,981	107,847,132
Other Comprehensive Income		-	-
Total Comprehensive Income		558,176,981	107,847,132
Basic & Diluted earning per share	9	2.13	0.54
The annexed notes 1 to 12 form an integral part of these financial statements.			
Attributable to:			
-Owners of Zarea		558,176,981	107,847,132
-NCI		-	-



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

ZAREA LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

Particulars	Issued, subscribed and paid-up capital	Share Premium	Loan from Shareholders/ Sponsors	Consolidated Reserves	Non-controlling Interest	Total Equity
Balance as at July 1, 2024 (Audited)	200,000,000	-	-	397,644,357	-	597,644,357
Profit for the period	-	-	-	107,847,132	-	107,847,132
Other Comprehensive income	-	-	-	-	-	-
Share Issuance Expense	-	-	-	(17,657,833)	-	(17,657,833)
Balance as at September 30, 2024 (Un-audited)	200,000,000	-	-	487,833,656	-	687,833,656
Balance as at June 30, 2025 (Audited)	262,500,000	916,025,952	-	1,097,756,153	199,536	2,276,433,497
Profit for the period	-	-	-	558,176,981	-	558,176,981
Other Comprehensive income	-	-	-	-	-	-
Sukuks Issuance Expense	-	(2,548,937)	-	-	-	(2,548,937)
Balance as at September 30, 2025 (Un-audited)	262,500,000	913,477,015	-	1,655,933,134	199,536	2,832,061,541

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

CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR



ZAREA LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

Notes	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
	-----Rs.-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	558,176,981	107,847,132
<u>Adjustment for non-cash items</u>		
Depreciation & Amortization	5,191,026	1,647,342
Capital Gain	(489,518,230)	-
Unrealised (Gain) / loss	(129,243,718)	(7,490,784)
Provision for gratuity	-	-
Finance costs	1,610,639	22,992
Operating profit before working capital changes	(53,783,301)	102,026,681
Working capital changes		
(Increase) / decrease in current assets		
Trade and Other Receivables	220,684,976	22,177,967
Advances, Deposits and Prepayments	(17,679,066)	(7,924,150)
Advances against Commodities	(147,952,730)	57,388,715
Stock in Trade	(26,840,914)	-
Increase / (decrease) in current liabilities		
Trade and Other Payables	271,116,615	(1,450,516)
Income Tax Paid	-	-
Finance Costs paid	(1,587,424)	(22,992)
	297,741,457	70,169,024
Net cash flows from operating activities	243,958,155	172,195,704
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in share Capital	-	-
Share Premium	-	-
Loan from Sponsors / Shareholders	-	-
Bank Loan	-	-
Sukuks /Share Issuance Expense	(2,548,937)	(17,657,833)
Net cash flows from financing activities	(2,548,937)	(17,657,833)
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, Vehicle and Equipment	(25,160,610)	(19,652,525)
Intangible Assets	(35,589,700)	(5,250,000)
Lease Payment	(3,212,126)	-
Short term Investments	(173,364,406)	(74,500,000)
Long term security Deposits	-	-
Acquisition of subsidiary net of cash	-	-
Net cash flows from investing activities	(237,326,842)	(99,402,525)
Net increase in cash and cash equivalents	4,082,376	55,135,346
Cash and cash equivalents at the beginning of the Year	324,062,187	93,013,441
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	328,144,563	148,148,787

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

ZAREA LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

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 Commerce FZCO- Subsidiary Company (100% owned by Zarea 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 company operates an online marketplace that connects buyers and sellers through a proprietary software platform. It generates revenue primarily through platform usage fees through its e-commerce platform and through trading of agricultural commodities. The company also earns profit through its short-term investments in shares, margin-finance open positions and mutual fund units.

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.

Subsidiary Company (Zarea Commerce FZCO) is a private company incorporated on July 14th, 2025. The principal activity of the company is the general trading of Commodities. The company's registered office is situated at Building A1, Dubai Digital Park, Dubai Silicon Oasis, Dubai, United Arab

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 from the IFRS, 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 30 September 2025 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, 2025.
- 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 2025, 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 30 September 2025

Basis of Consolidation

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

Subsidiaries are all entities over which the group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the group controls another entity. Further, the group also considers whether:

It has power to direct the relevant activities of the subsidiaries;

It is exposed to variable returns from the subsidiaries; and

Decision making power allows the group to affect its variable returns from the subsidiaries. Subsidiaries are consolidated from the date on which the group obtains control and continue to the consolidated until the date when such control ceases.

The financial statements of the subsidiaries are prepared for the same reporting period as the holding company, using consistent accounting policies in majority of the cases. The accounting policies of the subsidiaries have been changed to conform with accounting policies of the group, where required.

ZAREA LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

All intra-group balances, transactions and unrealized gains and losses resulting from intra-group transactions are eliminated in full.

Where the ownership of subsidiary is less than hundred percent and therefore, a non-controlling interest (NCI) exists, the NCI is allocated its share of the total comprehensive income of the period, even if that results in a deficit balance.

A change in the ownership interest of a subsidiary, without a loss of controls, is accounted for as an equity transactions. If the group loses control over a subsidiary, it derecognizes the assets (including goodwill) and liabilities of the subsidiary, carrying amount of any NCI, cumulative translation differences reclassified in other comprehensive income, and recognizes fair value of considerations received, any investment retained, surplus or deficit in profit or loss, and reclassifies the groups share of components previously recognized in other comprehensive income to profit or loss.

The assets, liabilities, income and expenses of subsidiary companies and consolidated on a line by line basis and carrying value of investments held by the holding company is eliminated against the subsidiary companies' shareholders' equity in these consolidated financial statements.

Subsidiaries

Subsidiaries are those entities over which the Group has control. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

- power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- exposure, or rights, to variable returns from its involvement with the investee; and
- the ability to use its power over the investee to affect its returns.

2.5 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. These financial statements are presented in Pak Rupees, which is the Company's functional currency.

3 Critical assumptions and estimates

The preparation of financial statements in conformity with the Accounting and Financial Reporting Standards issued by the Institute of Chartered Accountants of Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amount of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

4 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 2025

ZAREA LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

5

Property & Equipment

2024-25										
Particulars	COST				DEPRECIATION			Net book value as at June 30, 2025		
	As at July 01, 2024	Additions	Disposals	As at June 30, 2025	As at July 01, 2024	For the year	Adjustment			
	R u p e e s				Rate %	R u p e e s				
Computers	12,171,960	8,610,000	-	20,781,960	10	2,402,444	1,769,725	-	4,172,168	16,609,792
Office Equipment	7,931,931	14,188,500	-	22,120,431	10	687,450	1,550,913	-	2,238,363	19,882,067
Furniture	9,615,755	10,719,560	-	20,335,315	10	738,339	1,759,634	-	2,497,973	17,837,342
Vehicle	-	91,807,836	-	91,807,836	10	-	2,967,743	-	2,967,743	88,840,093
	29,719,646	125,325,896	-	155,045,542		3,828,233	8,048,016	-	11,876,248	143,169,293

Particulars	2025-26										
	COST				DEPRECIATION						
	As at July 01, 2025	Additions	Disposals	As at September 30, 2025	Rate %age	As at July 01, 2025	For the year	Adjustment	As at September 30, 2025	Net book value as at September 30, 2025	
	R u p e e s					R u p e e s					
Computers	20,781,960	4,756,376	-	25,538,336	10	4,172,168	521,885	-	4,694,054	20,844,282	
Office Equipment	22,120,431	1,160,588	-	23,281,019	10	2,238,363	563,191	-	2,801,555	20,479,464	
Furniture	20,335,315	14,820,146	-	35,155,461	10	2,497,973	508,383	-	3,006,356	32,149,105	
Vehicle	91,807,836	4,423,500	-	96,231,336	10	2,967,743	2,383,839	-	5,351,582	90,879,754	
	155,045,542	25,160,610	-	180,206,152		11,876,248	3,977,298	-	15,853,547	164,352,605	

ZAREA LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

6

Intangible assets

Particulars	2024-25									
	COST					Amortization				
	As at July 01, 2024	Additions	Disposals	As at June 30, 2025	Rate	As at July 01, 2024	For the year	Adjustment	As at June 30, 2025	Net book value as at June 30, 2025
	R u p e e s					R u p e e s				
Software	23,170,378	25,103,400	-	48,273,778	10	1,112,001	3,106,793	-	4,218,794	44,054,984
	23,170,378	25,103,400	-	48,273,778		1,112,001	3,106,793	-	4,218,794	44,054,984
	2025-26									
	COST					A m o r t i z a t i o n				
	As at July 01, 2025	Additions	Disposals	As at September 30, 2025	Rate	As at July 01, 2025	For the year	Adjustment	As at September 30, 2025	Net book value as at September 30, 2025
	R u p e e s					R u p e e s				
Software	48,273,778	35,589,700	-	83,863,478	10	4,218,794	1,213,728	-	5,432,522	78,430,956
	48,273,778	35,589,700	-	83,863,478		4,218,794	1,213,728	-	5,432,522	78,430,956

ZAREA LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

7 Contingencies and Commitments

-----Rs.-----

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

8 Revenue

		2025 September	2024 September
Platform Usage Fee	8.1	109,453,194	110,532,000
Sale of Agriculture Commodities	8.2	674,136,116	81,312,458
		<u>783,589,310</u>	<u>191,844,458</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 Earning per Share - Basic & Diluted

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

Profit after taxation

Weighted average number of ordinary shares

Basic earning per share

	2025 September	2024 September
Profit after taxation	558,176,981	107,847,132
Weighted average number of ordinary shares	262,500,000	200,000,000
Basic earning per share	<u>2.13</u>	<u>0.54</u>

10 Utilization of IPO Proceeds

Below is the summary of utilization of proceeds from IPO as at September 30, 2025

IPO Proceeds

Receipt against issue of 62,500,000 ordinary shares

Return on investment in mutual fund

IPO related expenses

2025
September
Rupees

1,029,579,750
45,740,423
(51,024,298)
1,024,295,875

Proceeds Utilization in

Working Capital

Logistics

Technology

Marketing

Office and Vehicles

Human Resource

(450,000,000)
-
(53,828,100)
(49,001,490)
(50,055,342)
(26,965,668)
(629,850,600)

Balance Amount

394,445,275

11 Date of Authorization for issue

These financial statements were issued on October 30, 2025 by the board of directors of the Company.

12 General

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR



STANDALONE CONDENSED
INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED
SEPTEMBER 30, 2025



ZAREA LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

	Notes	September 30, 2025 (Un-audited)	June 30, 2025 (Audited)
		Rs. -----	
NON-CURRENT ASSETS			
Property and equipments	5	164,352,605	143,169,293
Intangible Assets	6	78,430,956	44,054,984
Long term Security Deposits		2,230,875	2,230,875
Investment in Subsidiary	7	117,300,000	750,000
		362,314,436	190,205,152
CURRENT ASSETS			
Short term Investment		1,584,586,752	792,460,397
Advances for Commodities		366,131,747	218,179,017
Stock in Trade		405,177,331	378,336,417
Trade and Other receivables		246,412,857	466,997,834
Advances & Prepayments		57,641,072	39,962,006
Cash and bank balances		210,596,419	323,064,043
		2,870,546,178	2,218,999,714
TOTAL ASSETS		3,232,860,614	2,409,204,866
EQUITY AND LIABILITIES			
Share capital			
Authorized capital			
400,000,000 ordinary shares of Rs. 1/- each		400,000,000	400,000,000
Issued, subscribed & paid-up capital			
262,500,000 ordinary shares of Rs.1/- each fully paid in cash		262,500,000	262,500,000
Share Premium		913,477,015	916,025,952
Reserves		1,656,084,526	1,097,907,545
		2,832,061,541	2,276,433,497
Loan from Sponsors/Shareholders		-	-
		2,832,061,541	2,276,433,497
NON-CURRENT LIABILITIES			
Provision for gratuity		1,995,000	1,995,000
Long term bank financing		24,001,658	27,732,553
		25,996,658	29,727,553
CURRENT LIABILITIES			
Trade and Other Payables		360,642,091	89,402,261
Current portion of the bank finance		14,160,327	13,641,555
		374,802,418	103,043,816
TOTAL EQUITY AND LIABILITIES		3,232,860,617	2,409,204,866
Contingencies and Commitments	8	-	-

The annexed notes 1 to 13 form an integral part of these financial statements.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

ZAREA LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Notes	September 30, 2025 (Un-audited)	September 30 2024 (Un-audited)
		Rs.	
Revenue	9	783,589,310	191,844,458
Cost of Sales		(552,059,271)	(71,400,715)
Gross profit		231,530,039	120,443,743
Administrative and General Expenses		(29,359,207)	(9,708,674)
Selling and Distribution Expenses		(43,984,005)	(10,355,729)
Other Income		401,600,794	7,490,784
Finance Costs		(1,610,639)	(22,992)
Profit before taxation		558,176,981	107,847,132
Taxation		-	-
Net profit after taxation		558,176,981	107,847,132
Other Comprehensive Income		-	-
Total Comprehensive Income		558,176,981	107,847,132
Basic & Diluted earning per share	10	2.13	0.54

The annexed notes 1 to 13 form an integral part of these financial statements.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

ZAREA LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

Particulars	Issued, subscribed and paid-up capital	Share Premium	Loan from Shareholders/ Sponsors	Capital Reserves		Total Equity
				Revenue Reserves	Unrealized (loss)/gain on investment at fair value through OCI	
				Unappropriated profit		
Balance as at July 1, 2024 (Audited)	200,000,000	-	-	397,644,357	-	597,644,357
Profit for the period	-	-	-	107,847,132	-	107,847,132
Other Comprehensive Income	-	-	-	-	-	-
Share Issuance Expense	-	-	-	(17,657,833)	-	(17,657,833)
Balance as at September 30, 2024 (Un-audited)	200,000,000	-	-	487,833,656	-	687,833,656
Balance as at June 30, 2025 (Audited)	262,500,000	916,025,952	-	1,097,907,545	-	2,276,433,497
Profit for the period	-	-	-	558,176,981	-	558,176,981
Other Comprehensive Income	-	-	-	-	-	-
Sukuks Issuance Expense	-	(2,548,937)	-	-	-	(2,548,937)
Balance as at September 30, 2025 (Un-audited)	262,500,000	913,477,015	-	1,656,084,526	-	2,832,061,541

The annexed notes 1 to 13 form an integral part of these financial statements

CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



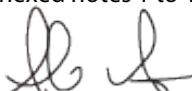
DIRECTOR

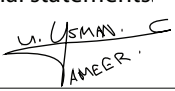


ZAREA LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

Notes	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
	Rs.	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	558,176,981	107,847,132
<u>Adjustment for non-cash items</u>		
Depreciation & Amortization	5,191,026	1,647,342
Capital Gain	(489,518,230)	-
Unrealised (Gain) / loss	(129,243,718)	(7,490,784)
Provision for gratuity	-	-
Finance costs	1,610,639	22,992
Operating profit before working capital changes	(53,783,301)	102,026,681
Working capital changes		
(Increase) / decrease in current assets		
Trade and Other Receivables	220,584,977	22,177,967
Advances, Deposits and Prepayments	(17,679,066)	(7,924,150)
Advances against Commodities	(147,952,730)	57,388,715
Stock in Trade	(26,840,914)	-
Increase / (decrease) in current liabilities		
Trade and Other Payables	271,216,615	(1,450,516)
Income Tax Paid	-	-
Finance Costs paid	(1,587,424)	(22,992)
	297,741,457	70,169,024
Net cash flows from operating activities	243,958,155	172,195,704
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in share Capital	-	-
Share Premium	-	-
Loan from Sponsors / Shareholders	-	-
Bank Loan	-	-
Sukuks /Share Issuance Expense	(2,548,937)	(17,657,833)
Net cash flows from financing activities	(2,548,937)	(17,657,833)
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, Vehicle and Equipment	(25,160,610)	(19,652,525)
Intangible Assets	(35,589,700)	(5,250,000)
Lease Payment	(3,212,126)	-
Short term Investments	(173,364,406)	(74,500,000)
Long term security Deposits	-	-
Investment in Subsidiary	(116,550,000)	-
Net cash flows from investing activities	(353,876,842)	(99,402,525)
Net increase in cash and cash equivalents	(112,467,624)	55,135,346
Cash and cash equivalents at the beginning of the Year	323,064,043	93,013,441
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	210,596,419	148,148,787

The annexed notes 1 to 13 form an integral part of these financial statements.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

ZAREA LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

1 The Company and its Operations

The Company was incorporated in Pakistan on 16 September, 2020 as a private limited company, under the Companies Act, 2017 having registered office at 6011, Delta-6 NASTP, Abid Majeed Road Cantt. Lahore Pakistan. The company converted into Public Limited Company on April 15, 2024 and listed on Pakistan Stock Exchange (PSX) on 28 February 2025 through Initial Public Offer (IPO).

The company operates an online marketplace that connects buyers and sellers through a proprietary software platform. It generates revenue primarily through platform usage fees through its e-commerce platform and from the direct purchase and sale of agriculture commodities. The company also earns profit through its short-term investments in shares, margin-finance open positions and mutual fund units. The Company utilizes technology to streamline operations and improve user experience across its platform. It is committed to environmental, social, and governance (ESG) principles, with a focus on responsible business practices, operational integrity, ethical governance, and regulatory compliance.

The company's registered office is situated at 6011-Delta-6, NASTP, Abid Majeed Road, 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 from the IFRS, 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 30 September 2025 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, 2025.
- 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 2025, 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 30 September 2025

2.5 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. These financial statements are presented in Pak Rupees, which is the Company's functional currency.

3 Critical assumptions and estimates

The preparation of financial statements in conformity with the Accounting and Financial Reporting Standards issued by the Institute of Chartered Accountants of Pakistan requires management to make judgments, estimates and assumptions that affect the application of policies and reported amount of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

4 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 2025

ZAREA LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

5

Property & Equipment

Particulars	2024-25					
	COST			DEPRECIATION		
	As at July 01, 2024	Additions	Disposals	As at June 30, 2025	Rate	As at July 01, 2024
	R u p e e s			%		
Computers	12,171,960	8,610,000	-	20,781,960	10	2,402,444
Office Equipment	7,931,931	14,188,500	-	22,120,431	10	687,450
Furniture	9,615,755	10,719,560	-	20,335,315	10	738,339
Vehicle	-	91,807,836	-	91,807,836	10	-
	29,719,646	125,325,896	-	155,045,542		3,828,233
						8,048,016
						-
						11,876,248
						143,169,293

Particulars	2025-26					
	COST			DEPRECIATION		
	As at July 01, 2025	Additions	Disposals	As at September 30, 2025	Rate	As at July 01, 2025
	R u p e e s			%		
Computers	20,781,960	4,756,376	-	25,538,336	10	4,172,168
Office Equipment	22,120,431	1,160,588	-	23,281,019	10	2,238,363
Furniture	20,335,315	14,820,146	-	35,155,461	10	2,497,973
Vehicle	91,807,836	4,423,500	-	96,231,336	10	2,967,743
	155,045,542	25,160,610	-	180,206,152		11,876,248
						3,977,298
						-
						15,853,547
						164,352,605

ZAREA LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

6

Intangible assets

Particulars	2024-25									
	COST					Amortization				
	As at July 01, 2024	Additions	Disposals	As at June 30, 2025	Rate	As at July 01, 2024	For the year	Adjustment	As at June 30, 2025	Net book value as at June 30, 2025
	R u p e e s					R u p e e s				
Software	23,170,378	25,103,400	-	48,273,778	10	1,112,001	3,106,793	-	4,218,794	44,054,984
	23,170,378	25,103,400	-	48,273,778		1,112,001	3,106,793	-	4,218,794	44,054,984
	2025-26									
	COST					A m o r t i z a t i o n				
	As at July 01, 2025	Additions	Disposals	As at September 30, 2025	Rate	As at July 01, 2025	For the year	Adjustment	As at September 30, 2025	Net book value as at September 30, 2025
	R u p e e s					R u p e e s				
Software	48,273,778	35,589,700	-	83,863,478	10	4,218,794	1,213,728	-	5,432,522	78,430,956
	48,273,778	35,589,700	-	83,863,478		4,218,794	1,213,728	-	5,432,522	78,430,956

ZAREA LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

7 Investments in Subsidiary

	Rs.	
	2025 September	2025 June
Investment in Subsidiary - At cost	750,000	750,000
Investment in Subsidiary - At cost	116,550,000	-
	<u>117,300,000</u>	<u>750,000</u>

7.1 This represents 75% shareholding in Zarea Agri Tech Pvt Ltd.
7.2 This represents 100% shareholding in Zarea Commerce - FZCO, a Foreign subsidiary based in Dubai.

8 Contingencies and Commitments

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

9 Revenue

		2025 September	2024 September
Platform Usage Fee	9.1	109,453,194	110,532,000
Sale of Agriculture Commodities	9.2	674,136,116	81,312,458
		<u>783,589,310</u>	<u>191,844,458</u>

9.1 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.
9.2 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.

10 Earning per Share - Basic & Diluted

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

	2025 September	2024 September
Profit after taxation	558,176,981	107,847,132
Weighted average number of ordinary shares	262,500,000	200,000,000
Basic earning per share	<u>2.13</u>	<u>0.54</u>

11 Utilization of IPO Proceeds

Below is the summary of utilization of proceeds from IPO as at September 30, 2025

	2025 September Rupees
IPO Proceeds	
Receipt against issue of 62,500,000 ordinary shares	1,029,579,750
Return on investment in mutual fund	45,740,423
IPO related expenses	(51,024,298)
	<u>1,024,295,875</u>
Proceeds Utilization in	
Working Capital	(450,000,000)
Logistics	-
Technology	(53,828,100)
Marketing	(49,001,490)
Office and Vehicles	(50,055,342)
Human Resource	(26,965,668)
	<u>(629,850,600)</u>
Balance Amount	<u>394,445,275</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

12 Date of Authorization for issue

These financial statements were issued on-----October 30, 2025-----by the board of directors of the Company.

13 General

Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



U. USMAN
CHIEF FINANCIAL OFFICER

CHIEF FINANCIAL OFFICER



DIRECTOR



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