SAZGAR ENGINEERING WORKS LIMITED

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building, Stock Exchange Road,
Karachi,

Ref: Sgl/25-08/7550
August 29, 2025

SUBJECT: FINANCIAL RESULTS FOR THE YEAR ENDED 2025-06-30

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on 2025-08-29 at 16:15 at Lahore recommended the following:

1. CASH DIVIDEND

A final Cash Dividend for the year ended 2025-06-30 at Rs. 20/- per share i.e. 200%. This is in addition to Interim Dividend already paid at Rs. 32/- per share i.e. 320 %.

2. BONUS SHARES **NIL**

3. RIGHT SHARES **NIL**

4. ANY OTHER ENTITLEMENT/CORPORATE ACTION **NIL**

5. ANY OTHER PRICE – SENSITIVE INFORMATION

(Attached as per Annexure I)

6. FINANCIAL RESULTS

The financial results of the company are attached as per Annexure – II.

The Annual General Meeting of the Company will be held on 2025-09-25 at 11:30 at Lahore.

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on 2025-09-18

The Share Transfer Books of the Company will be closed from 2025-09-19 to 2025-09-25 (both days inclusive). Transfers received at the share registrar M/s Corp Tec Associates (Pvt.) Ltd., 503 – E, Johar Town, Lahore at the close of business on 2025-09-18 will be treated in time for the purpose of above entitlement to the transferees.

The Annual Report of the Company will be transmitted through PUCARS atleast 21 days before holding of Annual General Meeting.

Yours faithfully,
For Sazgar Engineering Works Limited,

ARSHAD MAHMOOD
(Company Secretary)

Encls: as above

Registered Office: 88-Ali Town, Thokar Niaz Baig, Raiwind Road, Lahore. Pakistan +92-42-35291573-74, 35297861-62
+92-42-35297863 sazgar@brain.net.pk, info@sazgarautos.com www.sazgarautos.com
Car Plant: Maghrabi Tanki-1 Link Road, Near Ijtamah Chowk, Sunder-Raiwind Road, Raiwind, Lahore. Pakistan
UAN: 3444-SAZGAR (729-427) +92-42-35398671-74 +92-42-35398676
Three Wheeler Plant: 18-KM, Raiwind Road, Lahore. Pakistan +92-42-35330300-2 +92-42-35330329

SAZGAR ENGINEERING WORKS LIMITED

IN TERMS OF SECTION 96 OF THE SECURITIES ACT, 2015

Lahore: August 29, 2025

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road, Karachi.

Executive Director/ HOD,
Offsite-II Department, Supervision Division,
Securities & Exchange Commission of Pakistan,
63-NIC Building, Jinnah Avenue,
Blue Area, Islamabad.

Name of Company	: Sazgar Engineering Works Limited
Date of Report (date of earliest Event reported if applicable)	:
Address of Registered Office	: 88-Ali Town, Thokar Niaz Baig, Raiwind Road, Lahore.
Contact Information	: Company Secretary, 88-Ali Town, Thokar Niaz Baig, Raiwind Road, Lahore.

Disclosure of Price Sensitive Information:

In accordance with Section 96 of the Securities Act, 2015 and Clause 5.6.1 (a) of PSX Regulations, we are pleased to inform you that the Board of Directors of the Company in their meeting held on today i.e. August 29, 2025 has made the following decisions:

1. **Recommendation of Final Cash Dividend:**

   The Board of Directors of the Company, at their meeting held on today i.e. August 29, 2025 has recommended a final Cash Dividend @ 200% i.e. Rupees 20.00 per share subject to the approval of members in the forthcoming Annual General Meeting of the Company (AGM). This is in addition to the interim cash dividend of 320% making total cash dividend of 520% for the year ending June 30, 2025 (June 30, 2024 : 200%).

2. **Revision in Monthly Managerial Remuneration of Chief Executive and Executive Directors:**

   The Board of Directors of the Company has approved the revision in monthly managerial remuneration (net of tax) of the Chief Executive and Executive Directors of the Company with effect from July 01, 2025 as below:

Description	Revised Monthly Remuneration (Net of Tax) Rs.
Chief Executive Officer	5,800,000/-
Executive Director (COO- Three Wheelers and Automotive Parts Division)	3,000,000/-
Executive Director (COO- Car Division)	1,600,000/-

All other terms and conditions of their respective contracts with the Company shall remain same.

Cont... on page 02

3. **Discontinuation of Home Appliances Business:**

The Board has decided to discontinue the Home Appliances business effective from September 01, 2025 after a comprehensive review of its financial performance, market dynamics and long-term strategic objectives. The decision has been made in the best interest of the shareholders with a view to focusing the Company's resources on its core businesses and more profitable segments. All necessary regulatory requirements and contractual obligations relating to the discontinuation have been fulfilled without any disruption to employees, customer or stakeholders. Furthermore, the Company holds no material assets or liabilities pertaining to the segment of home appliance business.

Thanking you.

Yours sincerely,
For Sazgar Engineering Works Limited

Arshad Mahmood
(Company Secretary)

Registered Office: 88-Ali Town, Thokar Niaz Baig, Raiwind Road, Lahore. Pakistan +92-42-35291573-74, 35297861-62
+92-42-35297863 sazgar@brain.net.pk, info@sazgarautos.com www.sazgarautos.com
Car Plant: Maghrabi Tanki-1 Link Road, Near Ijtamah Chowk, Sunder-Raiwind Road, Raiwind, Lahore. Pakistan
UAN: 3444-SAZGAR (729-427) +92-42-35398671-74 +92-42-35398676
Three Wheeler Plant: 18-KM, Raiwind Road, Lahore. Pakistan +92-42-35330300-2 +92-42-35330329

STATEMENT OF
FINANCIAL POSITION
AS AT JUNE 30, 2025

	2025 Rupees	2024 Rupees
EQUITY AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital 100,000,000 (2024: 100,000,000) ordinary shares of Rs. 10 each	1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital	604,459,640	604,459,640
Capital reserve - share premium	557,406,192	557,406,192
Revenue reserve - unappropriated profit	22,545,831,628	8,942,220,855
Shareholders' Equity	23,707,697,460	10,104,086,687
Non Current Liabilities		
Diminishing musharakah financing	49,825,282	151,892,953
Deferred tax liability	203,778,448	207,775,728
Post employment benefits	689,751,270	495,893,469
Deferred revenue	-	19,763,562
	943,355,000	875,325,712
Current Liabilities		
Trade and other payables	16,380,112,157	16,160,140,423
Unclaimed dividend	22,228,966	6,269,891
Short term borrowings	-	-
Profit payable	134,718,125	17,220,879
Current portion of non-current liabilities	114,469,094	208,427,075
Taxation - net	434,275,876	1,854,552,237
	17,085,804,218	18,246,610,505
Contingencies and Commitments	-	-
Total Equity and Liabilities	41,736,856,678	29,226,022,904
ASSETS		
Non Current Assets		
Property, plant and equipment	7,939,921,844	4,560,374,008
Intangible assets	62,564	130,814
Long term loans to employees	74,167,676	39,444,745
Long term deposits	8,990,470	8,930,470
	8,023,142,554	4,608,880,037
Current Assets		
Stores, spares and loose tools	63,066,066	5,809,570
Stock in trade	14,227,879,268	14,318,096,914
Trade debts	111,137,653	133,017,887
Loans, advances, deposits, prepayments and other receivables	2,715,138,956	2,398,535,831
Cash and bank balances	16,596,492,181	7,761,682,665
	33,713,714,124	24,617,142,867
Total Assets	41,736,856,678	29,226,022,904

MIAN ASAD HAMEED
CHIEF EXECUTIVE

SAEED IQBAL KHAN
DIRECTOR

MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

STATEMENT OF
PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2025

	2025 Rupees	2024 Rupees
Sales - net	108,694,499,692	57,642,468,564
Cost of sales	(77,052,448,989)	(41,996,098,564)
Gross Profit	31,642,050,703	15,646,370,000
Distribution and marketing costs	(3,474,402,975)	(1,810,895,576)
Administrative expenses	(560,327,372)	(383,302,629)
Other operating expenses	(1,992,726,278)	(999,809,051)
	(6,027,456,625)	(3,194,007,256)
Operating Profit	25,614,594,078	12,452,362,744
Other income	1,355,017,678	832,388,254
Finance cost	(230,296,277)	(168,911,343)
	1,124,721,401	663,476,911
Profit before Levy and Taxation	26,739,315,479	13,115,839,655
Levy / final taxation	(1,431,417)	(494,830)
Profit before Taxation	26,737,884,062	13,115,344,825
Taxation	(10,401,682,720)	(5,179,668,249)
Net Profit for the Year	16,336,201,342	7,935,676,576
Earnings per Share - Basic and Diluted	270.26	131.29

MIAN ASAD HAMEED
CHIEF EXECUTIVE

SAEED IQBAL KHAN
DIRECTOR

MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

STATEMENT OF
COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2025

	2025 Rupees	2024 Rupees
Net Profit for the Year	16,336,201,342	7,935,676,576
Other comprehensive income		
Items that may be re-classified subsequently to profit or loss	-	-
Items that will not be re-classified subsequently to profit or loss		
Re-measurement of net defined benefit obligation	(72,968,153)	(21,286,383)
Other comprehensive loss for the year	(72,968,153)	(21,286,383)
Total Comprehensive Income for the Year	16,263,233,189	7,914,390,193

MIAN ASAD HAMEED
CHIEF EXECUTIVE

SAEED IQBAL KHAN
DIRECTOR

MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

STATEMENT OF
CHANGES IN EQUITY

FOR THE YEAR ENDED JUNE 30, 2025

Particulars	Share Capital	Capital Reserve	Revenue Reserve	Total
		Share Premium	Unappropriated Profit	
	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2023	604,459,640	557,406,192	1,753,182,230	2,915,048,062
Net profit for the year	-	-	7,935,676,576	7,935,676,576
Other comprehensive loss for the year	-	-	(21,286,383)	(21,286,383)
Total comprehensive income for the year	-	-	7,914,390,193	7,914,390,193
Transaction with Owners				
Final cash dividend @ Rs. 4 (40%) per ordinary share for the year ended June 30, 2023	-	-	(241,783,856)	(241,783,856)
First interim dividend @ Rs. 8 (80%) per ordinary share for the year ended June 30, 2024	-	-	(483,567,712)	(483,567,712)
Balance as at June 30, 2024	604,459,640	557,406,192	8,942,220,855	10,104,086,687
Net profit for the year	-	-	16,336,201,342	16,336,201,342
Other comprehensive loss for the year	-	-	(72,968,153)	(72,968,153)
Total comprehensive income for the year	-	-	16,263,233,189	16,263,233,189
Transaction with Owners				
Final cash dividend @ Rs. 12 (120%) per ordinary share for the year ended June 30, 2024	-	-	(725,351,568)	(725,351,568)
First interim cash dividend @ Rs. 10 (100%) per share for the year ended June 30, 2025	-	-	(604,459,640)	(604,459,640)
Second interim cash dividend @ Rs. 10 (100%) per ordinary share for the year ended June 30, 2025	-	-	(604,459,640)	(604,459,640)
Third interim cash dividend @ Rs. 12 (120%) per share for the year ended June 30, 2025	-	-	(725,351,568)	(725,351,568)
Balance as at June 30, 2025	604,459,640	557,406,192	22,545,831,628	23,707,697,460

MIAN ASAD HAMEED
CHIEF EXECUTIVE

SAEED IQBAL KHAN
DIRECTOR

MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2025

	2025 Rupees	2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Generated from Operations	26,096,113,287	11,955,069,844
Finance cost	(106,974,170)	(126,543,748)
Income tax	(11,827,387,778)	(2,738,424,302)
Deferred revenue	(22,909,102)	22,730,792
Staff gratuity	(23,953,853)	(33,544,401)
Workers' welfare fund	-	(37,705,776)
Workers (profit) participation fund	-	(79,063,509)
	(11,981,224,903)	(2,992,550,944)
Net Cash Generated from Operating Activities	14,114,888,384	8,962,518,900
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,732,521,120)	(1,989,256,217)
Proceeds from disposal of property, plant and equipment	18,120,000	17,176,000
Long term deposits	(60,000)	(2,892,115)
Net Cash Used in Investing Activities	(3,714,461,120)	(1,974,972,332)
CASH FLOW FROM FINANCING ACTIVITIES		
Diminishing musharakah financing repaid	(192,880,112)	(185,217,610)
Profit on bank deposits received	1,270,925,705	651,037,657
Dividend paid	(2,643,663,341)	(720,489,035)
Net Cash Used in Financing Activities	(1,565,617,748)	(254,668,988)
Net Increase in Cash and Cash Equivalents	8,834,809,516	6,732,877,580
Cash and Cash Equivalents at the beginning of the year	7,761,682,665	1,028,805,085
Cash and Cash Equivalents at the End of the Year	16,596,492,181	7,761,682,665

MIAN ASAD HAMEED
CHIEF EXECUTIVE

SAEED IQBAL KHAN
DIRECTOR

MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER