WAVES/PSX/04/2025
07 April 2025

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

Financial Results for the year ended 31 December 2024 – Waves Corporation Limited (WAVES)

Dear Sir,

The Board of Directors of Waves Corporation Limited (WAVES or the Company) in their meeting held on 07 April 2025 have *inter alia* approved the Annual Audited Financial Results of the company for the year ended 31 December 2024, and decided the following:

a) Cash Dividend/ Bonus/Rights/Any Other Entitlement: NIL

b) Financial Results:
The audited consolidated financial results and standalone financial results of the Company for the year ended 31 December 2024 are attached as Annexure A and Annexure B to this letter. The Annual report of the Company will be transmitted through PUCARS separately and shall also be available on the Company's website www.waves.net.pk

c) Price Sensitive Information:
The Board approved the Company's Annual Business Plan/Budget for the Financial Year 2025.

d) Other Information:

1. The Annual General Meeting (AGM) of the Company shall be held on 30 April 2025 at 12:00 p.m. at the Registered Office of the Company located at 9-KM, Multan Road, Lahore. For this purpose, share transfer books of the Company shall remain closed from 24 April 2025 to 30 April 2025 (both days inclusive). A formal notice of AGM along with necessary statements/reports shall also be circulated in due course of time.

You may inform the TRE Certificate Holders of PSX accordingly.

Yours truly,
For Waves Corporation Limited

Ahmad Bilal Zulfiqar
Company Secretary

Enclosed:
- Annexure A: Consolidated Financial Results and Annexure B: Standalone Financial Results

Copy to:
- The Supervision Division and Securities Market Division, SECP, Islamabad and all other concerned

Annexure A

Waves Corporation Limited and its subsidiaries
Consolidated statement of financial position
As at December 31, 2024

	2024	2023
	(Rupees in '000)	
Equity and liabilities		
Share capital and reserves		
Share capital	**2,814,062**	2,814,062
Capital reserves	**5,030,661**	5,030,661
Loan from directors	**430,084**	229,017
Revaluation surplus	**488,484**	550,280
Unappropriated profit	**1,301,142**	1,002,556
Equity attributable to owners of the parent company	**10,064,433**	9,626,576
Non-controlling interest	**2,966,718**	1,593,540
	13,031,151	11,220,116
Non-current liabilities		
Long term financings	**5,596,668**	766,333
Lease liabilities	**13,341**	33,294
Employee retirement benefits	**20,720**	19,955
Deferred taxation	**244,974**	284,817
Deferred income	**4,070**	5,232
	5,879,773	1,109,632
Current liabilities		
Trade and other payables	**3,656,374**	3,501,961
Accrued markup	**295,172**	819,661
Short term borrowings	**1,021,535**	4,780,395
Current portion of long term liabilities	**443,257**	713,811
Unclaimed dividend	**1,179**	1,179
	5,417,517	9,817,007
	24,328,441	22,146,755
Contingencies and commitments		

	2024	2023
	(Rupees in '000)	
Assets		
Non-current assets		
Property, plant and equipment	**8,795,587**	8,099,252
Intangible assets	**2,763,518**	2,798,912
Investment property	**3,585,432**	17,421
Long term trade receivables	**1,150**	962
Long term deposits	**30,402**	46,804
Employee retirement benefits	**16,092**	16,092
	15,192,181	10,979,443
Current assets		
Inventories	**2,494,012**	6,071,464
Stores, spares and loose tools	**21,306**	28,110
Trade debts	**5,607,690**	4,193,678
Advances, deposits, prepayments and other receivables	**709,769**	483,997
Short term investment	**3,000**	3,000
Advance income tax	**250,152**	327,189
Cash and bank balances	**50,330**	59,874
	9,136,259	11,167,312
	24,328,441	22,146,755

Waves Corporation Limited and its subsidiaries
Consolidated Statement of profit or loss
For the year ended December 31, 2024

	2024	2023
	(Rupees in '000)	
Revenue - net of sales returns	**5,072,833**	6,295,795
Less: Sales tax and trade discounts	**(1,128,076)**	(1,089,469)
Revenue - net	**3,944,757**	5,206,326
Cost of sales	**(2,725,462)**	(3,805,138)
Gross profit	**1,219,295**	1,401,188
Marketing, selling and distribution costs	**(594,621)**	(666,682)
Administrative expenses	**(382,379)**	(424,481)
Other operating expenses	**(188,105)**	(124,212)
Other income	**1,737,544**	380,554
Operating profit	**1,791,734**	566,367
Finance costs	**(700,139)**	(265,502)
Profit before levies and taxation	**1,091,595**	300,865
Levies	**(30,858)**	(52,612)
Profit before taxation	**1,060,737**	248,252
Income tax expense	**24,939**	8,528
Profit after taxation	**1,085,676**	256,780
Attributable to:		
Owners of the Group	**1,044,690**	226,692
Non-controlling interests	**40,986**	30,089
	1,085,676	256,781
Earnings per share - basic and diluted *(Rupees)*	**3.86**	0.91

Waves Corporation Limited and its subsidiaries
Consolidsated statement of comprehensive income
For the year ended December 31, 2024

	2024	2023
	(Rupees in '000)	
Profit after taxation	**1,085,676**	256,780
Other comprehensive income		
Items that will never be reclassified to profit or loss account:		
- Surplus on revaluation of property, plant and equipment net of tax	-	56,856
- Actuarial gain / (loss) on employee retirement benefits	**634**	7,425
	634	64,281
Items that may be reclassified to profit and loss account	-	-
Total comprehensive income for the year	**1,086,310**	321,061
Attributable to:		
Owners of the Group	**1,045,039**	274,553
Non-controlling interests	**41,271**	46,509
	1,086,310	321,062

Waves Corporation Limited and its subsidiaries
Consolidated statement of changes in equity
For the year ended December 31, 2024

	Attributable to owners of the parent company							
	Share capital	Capital reserves			Revenue Reserve	Sub-total	Non-controling interest	Total
		Capital reserves (Note 6)	Loan from directors	Revaluation surplus	Unappropriated profit			
	(Rupees in '000)							
Balance as at December 31, 2022	2,814,062	5,030,661	119,497	528,895	753,581	9,246,696	1,548,470	10,795,166
Profit for the year	-	-	-	-	226,692	226,692	30,089	256,781
Other comprehensive income	-	-	-	47,861	-	47,861	16,420	64,281
Total comprehensive income for the year	-	-	-	47,861	226,692	274,553	46,509	321,062
Effect of incremental depreciation on revaluation surplus - net of tax	-	-	-	(26,476)	26,476	-	-	-
Share issuance costs of subsidiary company	-	-	-	-	(4,193)	(4,193)	(1,439)	(5,632)
Transactions with owners of the Company								
Loan obtained	-	-	109,520	-	-	109,520	-	109,520
Balance as at December 31, 2023	**2,814,062**	**5,030,661**	**229,017**	**550,280**	**1,002,556**	**9,626,576**	**1,593,540**	**11,220,116**
Profit for the year	-	-	-	-	1,044,690	1,044,690	40,986	1,085,676
Other comprehensive income	-	-	-	-	349	349	285	634
Total comprehensive income for the year	-	-	-	-	1,045,039	1,045,039	41,271	1,086,310
Incremental depreciation relating to surplus on revaluation - net of tax	-	-	-	(25,804)	25,804	-	-	-
Realisation of surplus on disposal	-	-	-	(35,992)	35,992	-	-	-
Increase in non-controling interest on dilution of investments	-	-	-	-	-	-	1,331,907	1,331,907
Transactions with owners of the Company								
Loss on sale of divestment of subsidiary	-	-	-	-	(808,249)	(808,249)	-	(808,249)
Loan obtained	-	-	201,067	-	-	201,067	-	201,067
Balance as at December 31, 2024	2,814,062	5,030,661	430,084	488,484	1,301,142	10,064,433	2,966,718	13,031,151

Waves Corporation Limited and its subsidiaries
Consolidated statement of cash flows
For the year ended December 31, 2024

	2024	2023
	(Rupees in '000)	
Cash flows from operating activities		
Profit before taxation	1,091,595	300,865
Adjustments for non-cash items:		
Depreciation on property, plant and equipment	288,274	342,677
Amortisation of intangible assets	35,394	39,331
Finance costs	700,139	265,502
Gain on sale of property, plant and equipment	(40,393)	(29,743)
Gain on disposal of Investment property	(39,579)	-
Allowance / (reversal) for expected credit loss	152,828	59,218
Allowance for doubtful receivables	6,502	5,757
Reversal of provision for obsolete stock	-	(26,069)
Fair value gain in investment property	(461,584)	(171)
Effect of termination of lease	111	(1,366)
Amortisation of deferred income	(1,163)	1,384
Impairment of property plant and equipment	896	-
Unrealised exchange (gain)/loss	(85)	22,867
Debit balance written off	12,370	-
Credit balance written back	(47,926)	(53,916)
Effect of present value discounting of accrued mark up	(823,566)	-
Employee retirement benefits	3,617	4,145
Profit before working capital changes	877,430	930,481
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Inventories	481,278	(28,732)
Stores, spares and loose tools	6,804	16,034
Trade receivables	(1,599,952)	1,421,593
Long term trade receivables	(188)	339
Advances, deposits, prepayments and other receivables	(239,274)	39,066
Increase / (decrease) in current liabilities:		
Trade and other payables	395,341	(47,788)
	(955,991)	1,400,512
	(78,561)	2,330,993
Cash generated from operations		
Income tax paid	(11,402)	(130,550)
Proceeds against income tax refunds	32,160	-
Finance costs paid	(471,645)	(153,689)
Employee retirement benefits paid	(1,959)	(3,378)
Net cash generated from operating activities	(531,407)	2,043,376
Cash flows from investing activities		
Additions in property, plant and equipment	(236,565)	(1,898,287)
Additions in intangibles	-	(45)
Long term deposits	16,402	8,514
Proceeds from disposal of long term investments	503,676	-
Proceeds from disposal of property, plant and equipment	106,959	41,366
Proceeds from from disposal of investment property	58,000	-
Net cash (used in) investing activities	448,472	(1,848,452)
Cash flows from financing activities		
Long term financings	(49,828)	163,409
Lease liabilities	(18,560)	(98,747)
Short term borrowings	(59,287)	(423,575)
Loan from sponsoring directors	201,067	109,520
Net cash generated from / (used in) financing activities	73,392	(249,393)
Net decrease in cash and cash equivalents	(9,543)	(54,469)
Cash and cash equivalents at beginning of the year	59,873	114,342
Cash and cash equivalents at end of the year	50,330	59,873

Annexure B

Waves Corporation Limited
Unconsolidated statement of financial position
As at December 31, 2024

	2024	2023
	Rupees in ('000)	
EQUITY AND LIABILITIES		
Share capital and reserve		
Share capital	**2,814,062**	2,814,062
Capital reserves	**5,030,661**	5,030,661
Revaluation surplus	**115,475**	151,467
Accumulated profits	**453,180**	355,357
	8,413,378	8,351,547
Non-current liabilities		
Long term financings	**1,960,076**	-
Current liabilities		
Trade and other payables	**77,280**	586,524
Accrued mark-up on short term borrowings	**5,206**	301,267
Short term borrowings	**50,000**	1,723,953
Current portion of long term liabilities	**12,000**	-
Unclaimed dividend	**1,179**	1,179
Provision for levies	-	1,732
	145,665	2,614,655
	10,519,119	10,966,202

	2024	2023
	Rupees in ('000)	
ASSETS		
Non-current assets		
Property	-	-
Investment property	**3,775,432**	250,000
Investment in subsidiaries	**3,999,211**	5,270,481
Long term receivables	**2,000,000**	1,926,938
	9,774,643	7,447,419
Current assets		
Inventories	-	3,126,042
Advances and other receivables	**481,741**	370,879
Accrued profit on long term receivables	**244,803**	-
Cash and bank balances	**17,932**	21,862
	744,476	3,518,783
	10,519,119	10,966,202

Contingencies and commitments

WAVES CORPORATION LIMITED

Waves Corporation Limited
Unconsolidated statement of profit or loss
For the year ended December 31, 2024

	2024	2023
	Rupees in ('000)	
Other income	**1,272,583**	321,430
Administrative and general expenses	**(45,490)**	(51,222)
Other operating expenses	**(773,279)**	(56,276)
	453,814	213,932
Finance costs	**(396,861)**	(54,358)
Profit before taxation and levies	**56,953**	159,571
Levies	**4,878**	(2,494)
Profit before taxation	**61,831**	157,077
Income tax expense	**-**	(8,891)
Profit after taxation	**61,831**	148,186
	Rupees	
Earnings per share - basic and diluted	**0.22**	0.53

WAVES CORPORATION LIMITED

Waves Corporation Limited
Unconsolidated statement of comprehensive income
For the year ended December 31, 2024

	2024	2023
	Rupees in ('000)	
Profit after taxation	**61,831**	148,186
Items that will never be reclassified to profit and loss account:	-	-
Items that may be reclassified to profit and loss account	-	-
Total comprehensive income for the year	**61,831**	148,186

WAVES CORPORATION LIMITED

Waves Corporation Limited
Unconsolidated statement of cash flows
For the year ended December 31, 2024

	2024	2023
	Rupees in ('000)	
Cash flows from operating activities		
Profit before taxation	**56,953**	159,571
Adjustments for non-cash charges and other items:		
Fair value (gain) / loss on remeasurement of investment property	**(459,390)**	50,480
Markup income on loan to subsidiary	**(331,198)**	(114,495)
Effect of present value discounting of accrued mark up	**(397,453)**	-
Credit balance written back	**-**	(37,224)
Loss / (gain) on disposal of operating fixed assets	**-**	(22,580)
Loss on sale of investment in subsidiary	**772,140**	-
Unwinding of long term receivables from subsidiary	**(73,062)**	-
Finance costs	**396,861**	54,358
Amortisation of deferred government grant	**-**	(140)
Operating (loss) / profit before working capital changes	**(35,149)**	89,970
Changes in working capital		
(Increase) / decrease in current assets:		
Advances and other receivables	**(3,765)**	(98,662)
Increase / (decrease) in current liabilities:		
Trade and other payables	**(531,345)**	262,139
Net changes in working capital	**(535,110)**	163,477
Cash (used in) / generated from operations	**(570,259)**	253,447
Finance costs paid	**(3,490)**	(218,854)
Net cash (used in) / generated from operating activities	**(573,749)**	34,593
Cash flows from investing activities		
Proceeds from disposal of investment property	**60,000**	-
Proceeds from disposal of long term investments	**503,676**	-
Net cash generated from investing activities	**563,676**	-
Cash flows from financing activities		
Short term borrowings	**6,143**	(1,047)
Long term financings	**-**	(31,675)
Net cash generated from / (used in) financing activities	**6,143**	(32,722)
Net (decrease) / increase in cash and cash equivalents	**(3,930)**	1,871
Cash and cash equivalents at beginning of the year	**21,862**	19,991
Cash and cash equivalents at end of the year	**17,932**	21,862

WAVES CORPORATION LIMITED

Waves Corporation Limited
Unconsolidated statement of changes in equity
For the year ended December 31, 2024

	Capital reserves			Revenue Reserve	
	Share capital	**Capital reserves (Note 7)**	**Revaluation surplus**	**Accumulated profit / (loss)**	**Total**
	Rupees ('000)				
Balance as at December 31, 2022	2,814,062	5,030,661	151,467	207,171	8,203,361
Profit for the year ended December 31, 2023	-	-	-	148,186	148,186
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	-	148,186	148,186
Balance as at December 31, 2023	2,814,062	5,030,661	151,467	355,357	8,351,547
Loss for the year ended December 31, 2024	-	-	-	**61,831**	**61,831**
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	-	**61,831**	**61,831**
Transfer to retained earnings upon disposal of investment property	-	-	**(35,992)**	**35,992**	-
Balance as at December 31, 2024	**2,814,062**	**5,030,661**	**115,475**	**453,180**	**8,413,378**

WAVES CORPORATION LIMITED