

October 20, 2025

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

SUBJECT: FINANCIAL RESULTS FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

Dear Sir,

This is to inform you that the Board of Directors of the Company in their meeting held on October 20, 2025 at 03:30 pm recommended the following:

(i)	CASH DIVIDEND	NIL
(ii)	BONUS SHARES	NIL
(iii)	RIGHT SHARES	NIL
(iv)	ANY OTHER ENTITLEMENT/CORPORATE ACTION	NIL
(v)	ANY OTHER PRICE SENSITIVE INFORMATION	NIL

The financial results of the Company for the first quarter ended September 30, 2025 are enclosed.

The first quarterly report for the period ended September 30, 2025, will be transmitted electronically through PUCARS within the specified timeframe.

Yours Sincerely,



Salman Gogan
Company Secretary

Encl: as above

c.c

Executive Director/HOD
Offsite-II Department, Supervision Division
SECP, 63, NIC Building, Jinnah Avenue
Blue Area, Islamabad.

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

		(Unaudited) September 30, 2025	(Audited) June 30, 2025
	Note	(Rupees in '000)	
ASSETS			
Non-current assets			
Property, plant and equipment	5	33,559,007	33,682,318
Right-of-use asset		78,249	83,465
Long-term investment		21,994	21,589
Deferred tax asset		2,667,810	2,751,777
Long-term deposits		62,069	62,069
		36,389,129	36,601,218
Current assets			
Inventories	6	1,876,128	2,056,194
Stores, spares and loose tools	7	4,246,876	3,828,520
Trade receivables - considered good	8	349,492	343,571
Advances and other receivables - unsecured, considered good		665,612	576,269
Taxation - payments less provision		368,457	659,995
Derivative financial asset		954,424	1,474,289
Trade deposits and short-term prepayments		90,381	157,242
Tax refund due from government - sales tax		302,446	346,079
Short-term investments		240,457	140,457
Cash and bank balances	9	647,640	1,496,175
		9,741,913	11,078,791
TOTAL ASSETS		46,131,042	47,680,009
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital			
Ordinary shares	10	12,917,330	12,905,237
Cumulative preference shares		733,464	742,534
		13,650,794	13,647,771
Reserves			
Capital reserve			
Share premium		739,493	739,493
Difference on conversion of cumulative preference shares into ordinary shares		(570,797)	(567,774)
Hedging reserve		-	-
Revenue reserve			
Accumulated loss		(4,485,874)	(5,290,233)
		(4,317,178)	(5,118,514)
Contribution from associated undertakings		14,600,000	15,000,000
TOTAL EQUITY		23,933,616	23,529,257
LIABILITIES			
Non-current liabilities			
Long-term financing - secured		10,297,348	12,601,197
Long-term lease liability		72,185	83,394
Staff retirement benefits		370,295	356,996
		10,739,828	13,041,587
Current liabilities			
Trade and other payables		4,387,889	4,126,156
Unclaimed dividend		126	126
Accrued mark-up		682,050	1,085,284
Short-term financing - secured		3,743,064	4,311,176
Current portion of long-term lease liability		14,310	12,900
Current portion of long-term financing		2,630,159	1,573,523
		11,457,598	11,109,165
TOTAL LIABILITIES		22,197,426	24,150,752
Contingencies and commitments	11		
TOTAL EQUITY AND LIABILITIES		46,131,042	47,680,009

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME - UNAUDITED
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

		First Quarter ended	
		September 30, 2025	September 30, 2024
		(Rupees in '000)	
	Note		
Revenue from contracts with customers	12	7,814,354	5,047,490
Cost of sales		(5,105,208)	(3,809,133)
Gross profit		2,709,146	1,238,357
Selling and distribution expenses	13	(666,519)	(436,783)
Administrative expenses		(156,377)	(124,082)
Other (expenses) / income - net		(128,130)	2,489
		(951,026)	(558,376)
Profit from operations		1,758,120	679,981
Finance income		10,227	7,162
Finance cost		(514,928)	(1,116,061)
Finance income / (cost) - net		(504,701)	(1,108,899)
Profit / (loss) before taxation and levy		1,253,419	(428,918)
Levy		(24,220)	(13,491)
Profit / (loss) before taxation		1,229,199	(442,409)
Taxation		(424,840)	(49,746)
Profit / (loss) after taxation and levy		804,359	(492,155)
Other comprehensive income :			
Items that are or may be reclassified subsequently to profit or loss			
Changes in fair value of cash flow hedges		(519,864)	(252,346)
Adjustment for amounts transferred to profit or loss		519,864	413,584
		-	161,238
Related deferred tax		-	(62,883)
Hedging Reserve		-	98,355
Total comprehensive income / (loss) for the year		804,359	(393,800)
------(Rupees)-----			
Earnings / (loss) per share			
-Basic	14.1	0.60	(0.55)
-Diluted	14.2 & 14.3	0.58	(0.55)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - UNAUDITED
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Share Capital	Difference on conversion of cumulative preference shares into ordinary shares	Capital reserve		Revenue reserve	Contribution from associated undertakings	Total Equity
	Issued, subscribed and paid up capital		Share premium	Hedging Reserve	Accumulated loss		
	(Rupees in '000)						
Balance as at July 1, 2024	13,201,175	(121,178)	739,493	-	(6,100,369)	11,700,000	19,419,121
Contribution received - net	-	-	-	-	-	3,350,000	3,350,000
Cumulative preference shares of Rs.10 each converted into 1.333 ordinary shares of Rs. 10 each during the period	333	(333)	-	-	-	-	-
	333	(333)	-	-	-	3,350,000	3,350,000
Total comprehensive income / (loss) for the period							
Loss for the period	-	-	-	-	(492,155)	-	(492,155)
Other comprehensive income for the period	-	-	-	98,355	-	-	98,355
	-	-	-	98,355	(492,155)	-	(393,800)
Balance as at September 30, 2024	13,201,508	(121,511)	739,493	98,355	(6,592,524)	15,050,000	22,375,321
Balance as at July 1, 2025	13,647,771	(567,774)	739,493	-	(5,290,233)	15,000,000	23,529,257
Contribution repaid - net	-	-	-	-	-	(400,000)	(400,000)
Cumulative preference shares of Rs.10 each converted into 1.333 ordinary shares of Rs. 10 each during the period	3,023	(3,023)	-	-	-	-	-
	3,023	(3,023)	-	-	-	(400,000)	(400,000)
Total comprehensive income for the period							
Profit for the period	-	-	-	-	804,359	-	804,359
Balance as at September 30, 2025	13,650,794	(570,797)	739,493	-	(4,485,874)	14,600,000	23,933,616

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS - UNAUDITED
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

		September 30, 2025 (Rupees in '000)	September 30, 2024
	Note		
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	15	2,021,181	2,218,728
Gratuity paid		(15,559)	(756)
Leave encashment paid		(1,992)	(970)
Income tax and levy paid		(73,554)	(47,037)
Finance cost paid - Islamic		(887,485)	(2,121,206)
Finance cost paid - Conventional		(2,162)	(33,786)
		<u>(980,752)</u>	<u>(2,203,755)</u>
Net cash generated from operating activities		1,040,429	14,973
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure - operations		(86,276)	(369,220)
Proceeds from sale of property, plant and equipment		-	1,287
Finance income received		9,522	6,123
Net cash used in investing activities		(76,754)	(361,810)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long-term financing & trade payables		(829,762)	(774,079)
Repayment of short-term financing		(500,233)	(2,348,794)
Lease rentals paid		(14,336)	(13,032)
(Repayment to) / Contribution from associated undertakings - net		(400,000)	3,350,000
Net cash (used in) / generated from financing activities		(1,744,331)	214,095
Net decrease in cash and cash equivalents		(780,656)	(132,742)
Cash and cash equivalents at beginning of the period		1,235,232	136,925
Cash and cash equivalents at end of the period	16	454,576	4,183

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

DIRECTORS' REVIEW FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

The Board of Directors of your Company present herewith their review on the financial and operational performance of the Company for the first quarter ended September 30, 2025.

Economic Overview

Pakistan's economy continued on a path of stabilization and moderate growth during the initial months of FY-2026, supported by structural reforms, stable external inflows, and improved fiscal discipline. The World Bank has revised Pakistan's GDP growth forecast for FY2025-26 downward by 0.5% due to floods in KPK and Punjab provinces, projecting at 2.6% compared to the earlier estimate of 3.1% issued in June 2025. Inflation hits its bottom averaging 4.23% during Jul-Sep FY-2026 compared to 9.2% in the same period last year.

The State Bank of Pakistan maintained the policy rate at 11% since May 2025 to ensure macroeconomic stability. However, the recent flood-induced supply shocks, particularly affecting the agricultural sector, causing raise in inflation and widen the current account deficit.

Industry Overview

During the quarter ended September 30, 2025, total cement dispatches increased by 16.25% compared to the same period of the previous financial year, reaching 12.16 million tons. Domestic dispatches rose by 15.08% to 9.57 million tons, reflecting a healthy recovery in local demand, while export dispatches grew by 20.81% to 2.59 million tons, supported by stronger international markets.

In the North Zone, domestic dispatches increased by 13.65% to 8.01 million tons, while exports rose by 30.49% to 0.66 million tons. The South Zone showed robust growth, with domestic dispatches rising by 22.99% to 1.56 million tons and exports increasing by 17.80% to 1.93 million tons.

The upward trend was supported by growing international demand, which has become a significant contributor to the industry's sales mix. Exports continue to provide a vital balancing role, sustaining volumes and improving capacity utilization. Meanwhile, domestic demand, though gradual, is being reinforced by increased construction activity and expectations of infrastructure development. Capacity utilization, while still below optimal levels, has improved compared to the previous year, reflecting better alignment of supply with demand.

Production & Sales Performance

The production and sales statistics for the first quarter ended September 30, 2025 compared to the corresponding period are as follows:

Production	First Quarter Ended		
	September 30, 2025	September 30, 2024	Variance
	In Tons		
Clinker production	506,574	477,339	6%
Cement production	417,286	327,188	28%

Sales Volume	First Quarter Ended		
	September 30, 2025	September 30, 2024	Variance
	In Tons		
Cement/ Clinker dispatches (Local)	359,594	251,806	43%
Clinker dispatches (Export)	197,048	99,897	97%
Cement dispatches (Export)	41,291	42,802	(3.5)%
Total	597,933	394,505	

Financial Performance

An analysis of the key financial results of your Company for the first quarter ended September 30, 2025 is as under:

Particulars	First Quarter Ended	
	September 30, 2025	September 30, 2024
	Rs. ' 000 '	
Net Sales Revenue	7,814,354	5,047,490
Gross Profit	2,709,146	1,238,357
EBITDA	1,972,923	880,088
Operating Profit	1,758,120	679,981
Finance Cost -Net	(504,701)	(1,108,899)
Profit / (Loss) Before Taxation and Levy	1,253,419	(428,918)
Profit / (Loss) After Taxation and Levy	804,359	(492,155)
EPS - Basic	0.60	(0.55)
EPS - Diluted	0.58	(0.55)

Power Cement Limited recorded a significant improvement in its financial performance during the first quarter ended September 30, 2025. Net sales revenue increased by 55% to PKR 7.81 billion compared to PKR 5.05 billion in the corresponding period last year, driven by higher demand. Gross profit rose by 119% to PKR 2.71 billion, reflecting enhanced production efficiencies, effective cost management, and higher sales volume.

EBITDA witnessed a whopping appreciation by 124% to PKR 1.97 billion from PKR 880 million in the same period last year, highlighting improved cost control. Operating profit increased by 159% to PKR 1.76 billion compared to PKR 680 million, supported by better plant utilization and energy efficiency.

Finance costs declined by 55% to PKR 505 million from PKR 1.11 billion, owing to falling interest rates and sponsors support. Consequently, the Company posted a profit before tax of PKR 1.25 billion, compared to a loss of PKR 429 million in the corresponding quarter last year. Profit after tax stood at PKR 804 million, translating into basic and diluted EPS of PKR 0.60 and PKR 0.58, respectively, versus a loss per share of PKR 0.55 in the previous year.

This turnaround from loss to profit reflects the positive impact of higher demand, improved cost efficiencies, and lower finance cost. The results demonstrate the Company's resilience amid challenging market conditions.

Future Outlook

While certain headwinds persist, the strong quarterly performance provides a promising outlook for sustained growth and profitability in the periods ahead.

The outlook for the cement industry remains encouraging, supported by the anticipated revival of infrastructure projects, gradual recovery in private construction, and improved financing conditions. Despite challenges, like high cost of energy, relief is expected in the ensuing quarters through operational efficiencies and lower finance costs.


The Company has remained profitable in each quarter since December 2024, with profitability steadily increasing quarter after quarter. The continued profitability has also created significant value for investors, including shareholders, reinforcing the Company's position as a reliable and growth-oriented enterprise.

Building on this momentum, Power Cement Limited remains focused on sustaining profitability through operational excellence, cost optimization, and the greater use of alternative energy sources. The Company's balanced approach—leveraging both domestic and export markets—positions it well for steady growth, margin enhancement, and long-term value creation for all stakeholders.


Acknowledgement

The Directors express sincere gratitude for the commitment and contributions of all employees, as well as the trust placed in the Company by stakeholders.

For and on behalf of the Board of Directors



Muhammad Kashif
Chief Executive Officer



Muhammad Arif Habib
Chairman

October 20, 2025
Karachi