

MUGHAL
STEEL



WHERE **SUSTAINABILITY**
SHAPES **STRENGTH**

CONDENSED INTERIM FINANCIAL REPORT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2025

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COMPANY INFORMATION

BOARD OF DIRECTORS

Mirza Javed Iqbal
Non-Executive Director - Chairman
 Abdul Rehman Qureshi
Non-Executive / Independent Director
 Shoaib Ahmed Khan
Non-Executive / Independent Director
 Mariam Khawar
Non-Executive / Independent Director
 Jamshed Iqbal
Executive Director
 Khurram Javaid
Executive Director / Chief Executive Officer
 Muhammad Mubeen Tariq Mughal
Executive Director
 Fazeel Bin Tariq
Non-Executive Director
 Muhammad Mateen Jamshed
Non-Executive Director

AUDIT COMMITTEE

Abdul Rehman Qureshi
Chairman
 Shoaib Ahmed Khan
Member
 Mirza Javed Iqbal
Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Abdul Rehman Qureshi
Chairman
 Mirza Javed Iqbal
Member
 Fazeel Bin Tariq
Member

ENVIRONMENTAL, SOCIAL AND GOVERNANCE (ESG) COMMITTEE

Mirza Javed Iqbal
Chairman
 Jamshed Iqbal
Member
 Mariam Khawar
Member

CHIEF OPERATING OFFICER

Shakeel Ahmad Mughal
 Tel: + 92-42-35960841 Ext: 154
 E-mail: shakeel.ahmad@mughalsteel.com

CHIEF FINANCIAL OFFICER

Muhammad Zafar Iqbal
 Tel: + 92-42-35960841 Ext: 138
 E-mail: zafariqbal@mughalsteel.com

COMPANY SECRETARY

Muhammad Fahad Hafeez
 Tel: + 92-42-35960841 Ext: 155
 E-mail: fahadhafeez@mughalsteel.com

INVESTOR RELATIONS

Financial analysts, stock brokers, interested investors and financial media desiring information regarding the Company should contact Muhammad Fahad Hafeez at the Company's Registered Office, Lahore.
 Tel: + 92-42-35960841 Ext: 155
 E-mail: fahadhafeez@mughalsteel.com

SHARE REGISTRAR AND TRANSFER AGENT

Enquiries concerning lost share certificates, dividend payments, change of address, verification of transfer deeds and share transfers should be directed to:
 THK Associates (Private) Limited
 Plot No. 32-C, Jami Commercial Street 2, D.H.A Phase VII, Karachi, Pakistan
 Tel: + 92-21-111-000-322
 E-mail: sfc@thk.com.pk
 Web: www.thk.com.pk

SHAREHOLDER COMPLAINT HANDLING CELL

In case of shareholder complaints/queries, Please Contact:
 Mr. Zeeshan Ejaz
 Tel: + 92-42-35960841 Ext: 136
 E-mail: fahadhafeez@mughalsteel.com

AUDITORS

Fazal Mahmood & Company
 Chartered Accountants
 (A member firm of PrimeGlobal)
 Muniff Ziauddin & Company
 Chartered Accountants
 (A member of BKR International)

SHARIAH ADVISOR

Mufti Imran Khan

LEGAL ADVISOR

Mohsin Tayebali & Co.

TAX ADVISORS

Akhhtar Ali Associates
 Juris Counsel
 Farooq Khan Law Associates
 Butt & Company
 Punjab Law Associates

STOCK EXCHANGE LISTING

Mughal Iron & Steel Industries Limited is a listed Company and its shares are traded on the Pakistan Stock Exchange Limited ("PSX"). The Company's shares are quoted in leading dailies under the Engineering Sector with symbol "MUGHAL".

CREDIT RATING

VIS Credit Rating Company Limited
 Long-term entity rating (A+)
 Short-term entity rating (A1)
 Future Outlook: Stable

The Pakistan Credit Rating Agency Limited

Long-term entity rating (A+)
 Short-term entity rating (A1)
 Future Outlook: Stable

BANKERS / INSTITUTIONS

Askari Bank Limited
 Bank Alfalah Limited
 Bank Islami Pakistan Limited
 Bank of Punjab (Islamic Taqwa Division)
 Bank of Khyber
 Bank Makramah Limited
 Dubai Islamic Bank Limited
 Habib Bank Limited
 Habib Metropolitan Bank Limited
 JS Bank Limited
 MCB Bank Limited
 MCB Islamic Bank Limited
 Meezan Bank Limited
 National Bank of Pakistan
 Pak Brunei Investment Company Limited
 Pak Libya Holding Company (Pvt) Limited
 Pak China Investment Company Limited
 Standard Chartered Bank Limited
 Soneri Bank Limited
 Samba Bank Limited
 United Bank Limited

GEOGRAPHICAL PRESENCE

Registered / Corporate office
 31 -A Shadman I
 Lahore, Pakistan
 Tel: + 92-42-35960841-3
 Fax: + 92-42-35960846

Sale centers and warehouse

Badami Bagh
 Lahore, Pakistan

Factory & warehouses

17-Km Sheikhpura Road
 Lahore, Pakistan
 Jummah Goth Karachi, Pakistan

Company Website:

The Company is operating website
www.mughalsteel.com containing updated information regarding the Company.

Note: MISIL's Annual & Interim Financial Statements are also available at the above website.



DIRECTORS' REVIEW

Dear Valued Shareholders,

The Directors of **MUGHAL IRON & STEEL INDUSTRIES LIMITED** (the holding company), are pleased to present a brief review of the holding company's un-audited Standalone and Consolidated condensed interim financial information for the quarter ended September 30, 2025. The consolidated condensed interim financial information incorporates the holding company's subsidiary Mughal Energy Limited. The holding company owns 90% of the ordinary shares and 100% of the Class-B shares of Mughal Energy Limited.

CONSOLIDATED BUSINESS, FINANCIAL & OPERATIONAL REVIEW

On consolidated basis, the Group posted gross sales of Rs. 22,616.498 million for the quarter ended September 30, 2025 as compared to Rs. 24,646.439 million in the corresponding period.

The entire gross sale was attributed to Mughal Iron & Steel Industries Limited (the holding company). The consolidated profit for the quarter stood at Rs. 925.701 million. This translated into earnings per share (EPS) of Rs. 2.51 per share for the quarter ended September 30, 2025 as compared to loss per share (LPS) of Rs. 0.07 per share in the corresponding period. This was mainly due to improvement in gross margins. Net worth as at September 30, 2025 stood at Rs. 29,621.153 million out of which Rs. 29,300.223 million was attributable to the equity holders of the holding company.

Within the ferrous segment, overall volumes witnessed decreased. Within the non-ferrous segment overall volumes witnessed increased. The decrease in sales of ferrous segment was associated with temporary impact of severe and prolonged monsoon spell. Within the non-ferrous segment overall volumes witnessed increase in exports sales. This was mainly due to clearance of pending inventory in-hand and orders in pipeline following reduction of non-ferrous operations due to operational and regulatory hurdles. However, overall margins increased.

Within the energy segment, since it is yet to commence commercial operations, therefore, it posted insignificant loss during the quarter, which was mainly on account of salaries, fee & subscription and various routine expenses. However, profitable results are anticipated post achieving commercial operations.

STAND ALONE BUSINESS, FINANCIAL & OPERATIONAL REVIEW

On standalone basis, the Company posted gross sales of Rs. 22,616.498 million for the quarter ended September 30, 2025 as compared to Rs. 24,646.439 million in the corresponding period. The profit for the period stood at Rs. 997.262 million.

Out of total sales, total net external sales for ferrous segment decreased by 18%, whereas, sales for non-ferrous segment increased by 34% as compared to corresponding period. The decrease in sales of ferrous segment was associated with temporary impact of severe and prolonged monsoon spell. Within the non-ferrous segment overall volumes witnessed increase in exports sales. This was mainly due to clearance of pending inventory in-hand and orders in pipeline following reduction of non-ferrous operations due to operational and regulatory hurdles.

Gross margins of ferrous and non-ferrous segments improved. This translated into earnings per share (EPS) of Rs. 2.70 per share for the quarter ended September 30, 2025 as compared to earnings per share (EPS) of Rs. 0.02 per share in the corresponding period. The increase in other charges was in line with increase with profitability since it mainly represented provisions for workers' profit participation fund and workers' welfare fund. This increase in net profit was mainly due to improvement in gross margins and reduction in finance cost. Levies and taxation were in line with topline and profitability.

Inventories were in line with production requirements and minimum levels. Trade debts increased on account of increase in export sales. However, all balances were considered good. Due from Government mainly represented advance income and sales tax. Increase in short-term borrowings were in line with increase in working capital. Status of contingencies and commitments has been disclosed in the relevant notes of the interim financial statements.

Resultantly, the net worth as at September 30, 2025 stood at Rs. 29,587.902 million as compared to Rs. 28,819.255 million as at June 30, 2025 with a breakup value of Rs. 80.25 per share as at September 30, 2025 as compared to Rs. 78.17 as at June 30, 2025.

SUBSIDIARY COMPANY - MUGHAL ENERGY LIMITED (MEL)

Hydro testing is complete. Electrification is underway. It is expected that project will achieve CoD by the end of this calendar year.

CONSOLIDATION

Mughal energy Limited is subsidiary company of the Company. Therefore, the Company has annexed consolidated condensed interim financial statements in addition to its separate condensed interim financial statements, in accordance with the requirements of International Financial Reporting Standards.

FUTURE OUTLOOK

Going forward, the commencement of operations of the 36.50 MW hybrid power plant and BMR of bar re-rolling mill is expected to be beneficial to the Company.

ACKNOWLEDGEMENT

The Board remains committed to provide sustained returns to our shareholders, in addition to maintaining our reputation for good governance. Lastly, we would like to thank all stakeholders for their patronage and look forward to their continued support.

For and on behalf of the Board of Directors,



MIRZA JAVED IQBAL
(Chairman/Director)



KHURRAM JAVAID
(CEO / Director)

Date: October 29, 2025
Place: Lahore

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

Rupees	Note	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6.	20,470,276,824	20,359,851,220
Long-term investment		3,150,000,000	3,150,000,000
Long-term loans		2,536,592,993	2,552,252,447
Long-term deposits		2,838,069	2,838,069
		<u>26,159,707,886</u>	<u>26,064,941,736</u>
CURRENT ASSETS			
Inventories	7.	17,383,792,275	15,616,656,225
Trade debts		16,466,677,129	15,231,833,733
Loans and advances		188,175,302	246,534,884
Deposits, prepayments and other receivables		199,395,493	474,062,912
Due from the government		7,678,201,837	6,728,228,115
Short-term investment and other financial assets		29,940,351	238,625,512
Cash and bank balances		3,047,033,248	3,091,778,725
		<u>44,993,215,635</u>	<u>41,627,720,106</u>
TOTAL ASSETS		<u>71,152,923,521</u>	<u>67,692,661,842</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorized share capital		<u>10,000,000,000</u>	<u>10,000,000,000</u>
Issued, subscribed and paid-up capital		3,686,963,800	3,686,963,800
Capital reserves		4,447,578,494	4,447,578,494
Revaluation surplus on property, plant and equipment		3,649,572,441	3,899,891,432
Un-appropriated profits		<u>17,803,787,015</u>	<u>16,784,821,236</u>
		29,587,901,750	28,819,254,962
LIABILITIES			
NON-CURRENT LIABILITIES			
Long-term financing- secured		1,408,710,933	4,042,495,007
Deferred taxation		3,419,504,616	2,450,607,985
Defined benefit obligation		1,003,044,837	956,105,853
Deferred liabilities		<u>79,027,129</u>	<u>77,486,288</u>
		5,910,287,515	7,526,695,133
CURRENT LIABILITIES			
Trade and other payables		5,331,441,048	6,766,003,470
Unclaimed dividends		2,954,068	2,954,068
Unpaid dividends		7,847,407	7,847,407
Accrued profit / mark-up		781,264,629	595,746,145
Short-term borrowings		26,085,476,566	22,884,735,854
Current portion of long-term financing		3,442,767,663	1,086,385,517
Current portion of deferred grant		<u>2,982,875</u>	<u>3,039,286</u>
		<u>35,654,734,256</u>	<u>31,346,711,747</u>
		<u>41,565,021,771</u>	<u>38,873,406,880</u>
TOTAL EQUITY AND LIABILITIES		<u>71,152,923,521</u>	<u>67,692,661,842</u>
CONTINGENCIES AND COMMITMENTS			
	8.		

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Jamshed Iqbal
Director

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)**

Rupees	Note	2025	2024
Gross sales		22,616,498,466	24,646,439,209
Sales tax		(2,510,648,018)	(3,045,609,890)
Net sales before commission	9.	20,105,850,448	21,600,829,319
Commission		(14,096,348)	(16,670,631)
Net sales		20,091,754,100	21,584,158,688
Cost of sales	10.	(16,645,442,916)	(19,595,404,314)
GROSS PROFIT		3,446,311,184	1,988,754,374
Sales and marketing expenses		(99,735,426)	(35,785,762)
Administrative expenses		(262,192,215)	(215,060,268)
Other charges		(150,384,033)	(688,458)
Allowance for expected credit losses (ECL)		(72,512,305)	(4,739,073)
Other income		127,714,064	94,735,422
Finance cost		(968,807,969)	(1,904,155,747)
		(1,425,917,884)	(2,065,693,886)
PROFIT / LOSS BEFORE LEVIES AND TAXATION		2,020,393,300	(76,939,512)
Levies		(7,004,692)	(143,996,790)
PROFIT / LOSS BEFORE TAXATION		2,013,388,608	(220,936,302)
Taxation		(1,016,126,891)	227,882,025
PROFIT FOR THE PERIOD		997,261,717	6,945,723
EARNINGS PER SHARE - BASIC AND DILUTED	11.	2.70	0.02

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Jamshed Iqbal
Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Rupees	Note	2025	2024
PROFIT FOR THE PERIOD		997,261,717	6,945,723
OTHER COMPREHENSIVE INCOME			
Items that will be reclassified subsequently to profit or loss		-	-
Items that will not be reclassified subsequently to profit or loss		-	-
Other comprehensive income - net of tax		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		997,261,717	6,945,723

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.



Khurram Javaid

Chief Executive Officer/Director



Muhammad Zafar Iqbal

Chief Financial Officer



Jamshed Iqbal

Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Rupees	Issued, subscribed and paid-up capital		Capital Reserves				Revenue Reserve	Total Equity
	Ordinary shares	Ordinary Class-C shares	Share premium account-ordinary shares	Share premium account-ordinary Class-C shares	Contingency reserve	Revaluation surplus on property, plant and equipment	Un-appropriated profits	
BALANCE AS AT JUNE 30, 2024-AUDITED	3,356,339,330	-	2,324,952,020	-	980,000,000	3,740,482,178	15,733,717,082	26,135,490,610
Profit for the period	-	-	-	-	-	-	6,945,723	6,945,723
Other comprehensive income-net of tax	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	6,945,723	6,945,723
Transfer of incremental depreciation relating to revaluation surplus on property, plant and equipment -net of tax	-	-	-	-	-	(22,040,564)	22,040,564	-
BALANCE AS AT SEPTEMBER 30, 2024 -UNAUDITED	3,356,339,330	-	2,324,952,020	-	980,000,000	3,718,441,614	15,762,703,369	26,142,436,333
BALANCE AS AT JUNE 30, 2025-AUDITED	3,356,339,330	330,624,470	2,324,952,020	1,142,626,474	980,000,000	3,899,891,432	16,784,821,236	28,819,254,962
Profit for the period	-	-	-	-	-	-	997,261,717	997,261,717
Other comprehensive income-net of tax	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	997,261,717	997,261,717
Transfer of Incremental depreciation relating to revaluation surplus on property, plant and equipment -net of tax	-	-	-	-	-	(21,704,062)	21,704,062	-
Effect of change in effective tax rate	-	-	-	-	-	(228,614,929)	-	(228,614,929)
BALANCE AS AT SEPTEMBER 30, 2025 -UNAUDITED	3,356,339,330	330,624,470	2,324,952,020	1,142,626,474	980,000,000	3,649,572,441	17,803,787,015	29,587,901,750

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.

Khurram Javaid
Chief Executive Officer/Director

Muhammad Zafar Iqbal
Chief Financial Officer


Jamshed Iqbal
Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Rupees	Note	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	12.	(1,860,291,710)	(1,064,702,330)
Net decrease in long-term loans to employees		15,659,454	10,745,910
Defined benefits paid		(11,231,115)	(17,943,923)
Workers' profit participation fund paid		(73,126,313)	-
Taxes and levies paid		(369,796,850)	(303,231,947)
Net cash used in operating activities		(2,298,786,534)	(1,375,132,290)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for acquisition of property, plant and equipment		(269,950,595)	(155,704,871)
Proceeds from disposal of tangible fixed assets		-	4,830,000
Payments for short-term loan to subsidiary company		-	(20,000,000)
Payments for investment in short-term debt instrument		(25,000,000)	-
Proceeds from redemption of investment in short-term debt instrument		167,249,359	-
Profit received on investment in short-term debt instrument		2,366,865	-
Finance income received on long-term loan to subsidiary company		83,482,812	-
Finance income received on short-term loan to subsidiary company		-	44,051,991
Profit received on short-term deposit receipts		-	4,850,296
Net cash used in investing activities		(41,851,559)	(121,972,584)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net repayment of long-term financing		(275,917,498)	(341,713,221)
Net proceeds from short-term borrowings		2,594,935,654	2,795,172,523
Finance cost paid		(693,242,008)	(1,633,459,285)
Dividends paid		-	(68,093)
Net cash generated from financing activities		1,625,776,148	819,931,924
NET DECREASE IN CASH AND CASH EQUIVALENTS		(714,861,945)	(677,172,950)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		3,161,152,818	3,397,555,530
NET EXCHANGE DIFFERENCE ON FOREIGN CURRENCY ACCOUNTS		(1,098,220)	(178,909)
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	13.	2,445,192,653	2,720,203,671

The annexed notes from 1 to 19 form an integral part of these condensed interim financial statements.


Khurram Javaid
 Chief Executive Officer/Director


Muhammad Zafar Iqbal
 Chief Financial Officer


Jamshed Iqbal
 Director

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

1. THE COMPANY AND ITS OPERATIONS

Mughal Iron & Steel Industries Limited (the Company) was incorporated in Pakistan as a public limited company on February 16, 2010 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The ordinary and ordinary Class-C shares of the Company are listed on the Pakistan Stock Exchange Limited (PSX). The Company's operations comprise of ferrous and non-ferrous business segments. However, the principal activity of the Company is manufacturing and sale of mild steel products relating to ferrous segment. The Company is domiciled in Lahore.

The geographical locations and addresses of the Company's business units including plants are as follows:

Business unit:	Geographical location / address:
- Registered office	31-A Shadman-1, Lahore
- Manufacturing plants	17-KM Sheikhpura Road, Lahore
- Warehouses	17-KM Sheikhpura Road, Lahore, Badami Bagh, Lahore
	and Jumma Goth, Karachi
- Sales centres	Badami Bagh, Lahore

These condensed interim financial statements are the separate condensed interim financial statements of the Company in which investment in subsidiary has been accounted for at cost less accumulated impairment losses, if any. Condensed interim consolidated financial statements of the Company are prepared separately. The Company's only investment is in Mughal Energy Limited, in which the Company holds 90% ordinary shares and 100% Class-B Shares.

2. STATEMENT OF COMPLIANCE

These 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;
- Islamic Financial Accounting Standards (IFASs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- 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 IFASs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3. BASIS OF PREPARATION

These 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 and presentation currency of the Company.

These condensed interim financial statements are unaudited and do not include all the information and disclosures as are required for annual audited financial statements, and therefore, should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

4. MATERIAL ACCOUNTING POLICIES

The material accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2025, except detailed below or elsewhere. During the period, certain amendments / interpretations became effective and were adopted by the 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 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. Actuarial valuations are carried out on annual basis. The last actuarial valuation was carried out on June 30, 2025. The impact of remeasurement of retirement benefit plan has not been incorporated in the condensed interim financial statements.

5. CRITICAL ACCOUNTING ESTIMATES & JUDGMENTS

The preparation of 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 condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and key sources of estimation of uncertainty were the same as those applied to the annual audited financial statements of the Company for the year ended June 30, 2025, except as disclosed otherwise in respective notes.

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Rupees	Note	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
6. PROPERTY, PLANT AND EQUIPMENT			
Tangible fixed assets	6.1	20,016,436,617	19,924,600,805
Capital work-in-progress		453,840,207	435,250,415
		<u>20,470,276,824</u>	<u>20,359,851,220</u>
6.1 Following is the movement in tangible fixed assets:			
Opening net book value		19,924,600,805	19,285,834,510
Additions / transfers during the period / year:			
Plant and machinery		-	236,249,839
Power plant		11,554,622	196,970,755
Grid station & electric installations		249,000	7,310,695
Furniture, fixtures and office equipment		712,999	5,726,148
Vehicles		-	69,549,686
Trucks and cranes		238,180,196	-
Computers		663,986	3,069,180
Developments on leasehold lands		-	753,055,750
		<u>251,360,803</u>	<u>1,271,932,053</u>
Disposals during the period / year:			
Plant and machinery		-	(40,582,868)
Vehicles		-	(16,212,293)
Depreciation charged during the period / year		<u>(159,524,991)</u>	<u>(576,370,597)</u>
Closing net book value		<u>20,016,436,617</u>	<u>19,924,600,805</u>

7. INVENTORIES

Stores, spares and loose tools			
Raw material		3,464,754,151	3,534,379,078
Finished goods / by-products		10,505,266,198	8,562,628,741
		<u>3,413,771,926</u>	<u>3,519,648,406</u>
		<u>17,383,792,275</u>	<u>15,616,656,225</u>

8. CONTINGENCIES AND COMMITMENTS

Contingencies:

- There has been no significant change in the status of contingencies as reported in the annual audited financial statements of the Company for the year ended June 30, 2025, except as disclosed elsewhere in the interim financial report.
- Aggregate amount of corporate guarantees issued on behalf of Mughal Energy Limited (subsidiary company), for the purpose of availing financing, amounted to Rs. 2,389.607 million as at September 30, 2025 (June 30, 2025: Rs. 2,389.607 million), against total approved limit of Rs. 6,000.000 million.

Commitments:

- Major non-capital & capital commitments
- | | | |
|--|----------------------|----------------------|
| | <u>3,125,238,310</u> | <u>1,449,032,112</u> |
|--|----------------------|----------------------|
- The amount of future payments under short-term operating leases and the period in which these payments will become due are as follows:
- | | | |
|---------------|------------------|-------------------|
| Within 1 year | <u>7,000,000</u> | <u>17,500,000</u> |
|---------------|------------------|-------------------|

Quarter ended

Rupees	Note	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
9. SALES-NET			
Local sales		13,948,044,221	16,916,318,962
Export sales		6,157,806,227	4,684,510,357
		<u>20,105,850,448</u>	<u>21,600,829,319</u>

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

9.1 Reconciliation of net revenue from external customers with segment information:

Rupees	Ferrous	Non-Ferrous	Total
- Local sales	13,813,544,221	134,500,000	13,948,044,221
- Export sales	-	6,157,806,227	6,157,806,227
September 30, 2025	13,813,544,221	6,292,306,227	20,105,850,448
- Local sales	16,916,318,962	-	16,916,318,962
- Export sales	-	4,684,510,357	4,684,510,357
September 30, 2024	16,916,318,962	4,684,510,357	21,600,829,319

Rupees	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
--------	--------------------------------------	--------------------------------------

10. COST OF SALES

Opening stock of finished goods and by-products	3,519,648,406	4,815,457,771
Cost of goods manufactured		
- Raw material consumed	12,668,069,191	15,331,126,516
- Salaries, wages and other benefits	517,774,611	436,079,498
- Stores, spares and loose tools consumed	603,045,775	383,392,361
- Fuel and power	2,521,673,152	2,077,322,910
- Repair and maintenance	350,500	573,516
- Other manufacturing expenses	82,862,091	111,899,098
- Depreciation	145,791,116	127,076,557
	16,539,566,436	18,467,470,456
Closing stock of finished goods and by-products	(3,413,771,926)	(3,687,523,913)
	16,645,442,916	19,595,404,314

11. EARNINGS PER SHARE-BASIC AND DILUTED

Profit for the period	Rupees	997,261,717	6,945,723
Weighted average number of ordinary shares	Number	368,696,380	335,633,933
Earnings per share - Basic	Rupees / share	2.70	0.02

12. CASH USED IN OPERATIONS

Profit / Loss before levies and taxation	2,020,393,300	(76,939,512)
<i>Adjustments:</i>		
Depreciation of property, plant and equipment	159,524,991	140,913,556
Expense recognized for employee defined benefit change	58,170,099	58,170,099
Allowance for expected credit losses (ECL)	72,512,305	(4,739,073)
Gain on disposal of tangible fixed assets	-	(749,510)
Profit on investment in long-term debt instrument	-	(2,742,015)
Profit on investment in short-term debt instrument	(1,340,693)	-
Profit on short-term deposit receipts	-	(783,796)
Net unrealized foreign exchange gain	(51,136,741)	(24,942,214)
Finance cost	878,760,492	1,871,396,041
Finance income on long-term loan to subsidiary	(84,843,836)	-
Finance income on short-term loan to subsidiary	-	(42,712,571)
Provision for workers' profit participation fund	108,506,622	-
Interest on workers' profit participation fund	2,284,126	2,055,931
Provision for workers' welfare fund	41,232,516	-
	1,183,669,881	1,995,866,448
Profit before working capital changes	3,204,063,181	1,918,926,936
Effect on cash flow due to working capital changes		
<i>(Increase) / decrease in current assets:</i>		
Inventories	(1,767,136,050)	(339,969,351)
Trade debts	(1,310,353,518)	(2,032,643,763)
Loans and advances	58,359,582	(40,960,317)
Deposits, prepayments and other receivables	276,028,443	148,725,658
Due from the government	(863,026,753)	574,586,905
	(3,606,128,296)	(1,690,260,868)
<i>Increase / (Decrease) in current liabilities:</i>		
Trade and other payables	(1,458,226,595)	(1,293,368,398)
	(1,860,291,710)	(1,064,702,330)

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Rupees	September 30, 2025	September 30, 2024
	(Unaudited)	(Unaudited)
13. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		
Cash and cash equivalents included in the condensed interim statement of cash flows comprise of the following:		
Bank balances under lien	4,260,791	-
Cash and bank balances	3,047,033,248	2,774,291,730
Temporary bank overdraft	(606,101,386)	(54,088,059)
	<u>2,445,192,653</u>	<u>2,720,203,671</u>

	Quarter ended		As at	
Rupees	September 30, 2025	September 30, 2024	September 30, 2025	June 30, 2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Transactions		Outstanding balances	

14. SHARIAH DISCLOSURE

Condensed Interim Statement of financial position:

Financing (long-term, short-term, or lease financing)

obtained as per Islamic mode

17,727,925,542 16,626,361,973

Interest or mark-up accrued on any conventional loan or advance

239,330,465 289,415,699

Long-term and short-term shariah compliant investments

3,175,679,560 3,318,955,091

Shariah compliant bank deposits / bank balances / TDRs

2,596,990,392 2,955,102,885

Condensed Interim Statement of profit or loss:

Net revenue earned from a shariah compliant

business segment

20,105,850,448 21,600,829,319

Profit earned from shariah compliant bank deposits

/ balances / TDRs

6,089,080 21,099,252

Profit earned from shariah compliant investments

1,340,693 2,742,015

Profit / interest earned on any conventional loan or advances

84,843,836 42,712,571

Profit / mark-up paid on Islamic mode of financing

509,861,352 766,618,953

Interest paid on any conventional loan or advance

368,899,140 1,104,777,088

14.1 Disclosures other than above are not applicable to the Company.

14.2 Other disclosure requirements:

The Company maintains good relationship with shariah compliant banks / takaful operators and carries out trade and other routine banking / takaful transactions with them.

15. FINANCIAL RISK MANAGEMENT

These condensed interim financial statements do not include all financial risk management information and disclosures, which are required in the annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2025. There has been no change in any risk management policies since the year end.

16. FAIR VALUE DISCLOSURES

Except for long-term loans to employees, long-term deposits and long-term loans under SBP refinance schemes, the fair value of financial assets and financial liabilities recognized in these unconsolidated condensed interim financial statements equals the transaction price at initial recognition. The fair value of the long-term loans under SBP refinance schemes has been determined using discounting techniques. However, due to immaterial effect and impracticalities, the fair value of long-term loans to employees and long-term deposits has not been determined and their carrying value has been assumed to be equal to their fair value. Accordingly, the carrying amount of financial assets and financial liabilities recognized in these unconsolidated condensed interim financial statements approximate their respective fair values and there were no transfers amongst level of fair value analysis of financial assets during the period.

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Information about the fair value hierarchy of items of property, plant and equipment as at the end of the reporting period is as follows:

Rupees	Level 2	Level 3	Fair value
Property, plant and equipment:			
Freehold land	635,600,000	-	635,600,000
Factory building on freehold land	-	282,967,367	282,967,367
Plant and machinery	15,239,422,754	-	15,239,422,754
Power plant	1,772,065,066	-	1,772,065,066
September 30, 2025 - unaudited	17,647,087,820	282,967,367	17,930,055,187
Freehold land	635,600,000	-	635,600,000
Factory building on freehold land	-	285,849,355	285,849,355
Plant and machinery	15,336,060,946	-	15,336,060,946
Power plant	1,776,180,874	-	1,776,180,874
June 30, 2025 - audited	17,747,841,820	285,849,355	18,033,691,175

The above table shows assets recognized at fair value, analyzed between those whose fair value is based on:

- Level 1: quoted prices in active markets for identical assets or liabilities;
- Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data.

17. RELATED PARTY DISCLOSURES

Related parties comprise of group company (subsidiary) and entities regarded as related / associated due to common directorship or common management, major shareholders, key management personnel and their close family members ("the relatives"). Major shareholders are those persons having control of or significant influence over the reporting entity. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the reporting entity, directly or indirectly including Directors (whether executive or otherwise) of the reporting entity. Details of transactions / outstanding balances with related parties, not otherwise disclosed elsewhere, are as follows:

Rupees	Quarter ended		As at	
	September 30, 2025	September 30, 2024	September 30, 2025	June 30, 2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Transactions		Outstanding balances	
<i>Entities</i>				
Mughal Energy Limited - (subsidiary company)				
<i>Detail of outstanding balance</i>				
- Long-term loan			2,500,000,000	2,500,000,000
- Finance income accrued on long-term loan			7,287,671	5,926,647
- Security deposit			7,000,000	7,000,000
<i>Detail of transactions</i>				
- Purchases	281,052,631	-		
- Finance income on long-term loan	84,843,836	-		
- Finance income on short-term loan	-	42,712,571		
- Short-term loan given	-	20,000,000		
- Rent expense	10,500,000	-		
<i>Major shareholders, key management personnel and their relatives</i>				
Major shareholders, Directors and their relatives				
<i>Detail of transactions</i>				
- Remuneration / meeting fee	23,984,543	22,902,671		
Key management personnel (other than Directors) and their relatives				
<i>Detail of outstanding balance</i>			2,975,000	140,000
- Loans and advances				
<i>Detail of transactions</i>				
- Salaries and benefits expense	12,900,000	13,162,400		
- Loans and advances - issued (net)	2,835,000	887,500		

- 17.1 Chief Executive Officer, Executive Directors and certain Executives are given company maintained cars. There are no transactions with key management personnel other than under the terms of employment and otherwise disclosed, if any.

SELECTED EXPLANATORY NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

18. DATE OF AUTHORIZATION

These condensed interim financial statements have been approved by the Board of Directors of the Company and authorized for issue on October 29, 2025.

19. GENERAL

The figures have been rounded off to the nearest rupee.

The corresponding figures have been rearranged or reclassified, wherever necessary, for the purpose of comparison, however, no material significant reclassification has been made.

In order to comply with the requirements of International Accounting Standard, IAS - 34 - 'Interim Financial Reporting', the condensed interim statement of financial position as of the end of the current interim period has been compared with the statement of financial position as of the end of the immediately preceding financial year, the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the current interim period has been compared with the statement of profit or loss and statement of comprehensive income for the comparable interim period of the immediately preceding financial year, whereas, the condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the relevant statements for the comparable year-to-date period of the immediately preceding financial year.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Jamshed Iqbal
Director

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

Rupees	Note	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6.	26,878,054,514	26,645,915,813
Long-term loans		36,592,993	52,252,447
Long-term deposits		2,925,569	2,925,569
		<u>26,917,573,076</u>	<u>26,701,093,829</u>
CURRENT ASSETS			
Inventories	7.	17,383,792,275	15,616,656,225
Trade debts		16,466,677,129	15,231,833,733
Loans and advances		188,175,302	246,534,884
Deposits, prepayments and other receivables		185,107,822	461,136,265
Due from the government		8,464,156,234	7,486,813,380
Short-term investment and other financial assets		29,940,351	238,625,512
Cash and bank balances		3,177,301,855	3,106,539,505
		<u>45,895,150,968</u>	<u>42,388,139,504</u>
TOTAL ASSETS		<u>72,812,724,044</u>	<u>69,089,233,333</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL & RESERVES			
Authorized share capital		<u>10,000,000,000</u>	<u>10,000,000,000</u>
Issued, subscribed and paid-up capital		3,686,963,800	3,686,963,800
Capital reserves		4,447,578,494	4,447,578,494
Revaluation surplus on property, plant and equipment		3,649,572,441	3,899,891,432
Un-appropriated profits		17,516,108,430	16,568,529,321
Equity attributable to equity holders of the holding company		29,300,223,165	28,602,963,047
Non-controlling interest		320,929,986	321,104,240
		<u>29,621,153,151</u>	<u>28,924,067,287</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Long-term financing- secured		2,209,816,004	4,813,429,321
Deferred taxation		3,419,504,616	2,450,607,985
Defined benefit obligation		1,003,044,837	956,105,853
Deferred liabilities		79,027,129	77,486,288
		<u>6,711,392,586</u>	<u>8,297,629,447</u>
CURRENT LIABILITIES			
Trade and other payables		5,377,474,309	6,922,946,600
Unclaimed dividends		2,954,068	2,954,068
Unpaid dividends		7,847,407	7,847,407
Accrued profit / mark-up		816,455,413	614,701,293
Short-term borrowings		26,085,476,566	22,884,735,854
Short-term loans from Directors - unsecured		653,581,724	264,508,448
Current portion of long-term financing		3,533,405,945	1,166,803,643
Current portion of deferred grant		2,982,875	3,039,286
		<u>36,480,178,307</u>	<u>31,867,536,599</u>
TOTAL EQUITY AND LIABILITIES		<u>43,191,570,893</u>	<u>40,165,166,046</u>
CONTINGENCIES AND COMMITMENTS	8.	<u>72,812,724,044</u>	<u>69,089,233,333</u>

The annexed notes from 1 to 20 form an integral part of these consolidated condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer




Jamshed Iqbal
Director

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)**

Rupees	Note	2025	2024
Gross sales		22,616,498,466	24,646,439,209
Sales tax		(2,510,648,018)	(3,045,609,890)
Net sales before commission	9.	20,105,850,448	21,600,829,319
Commission		(14,096,348)	(16,670,631)
Net sales		20,091,754,100	21,584,158,688
Cost of sales	10.	(16,637,353,552)	(19,595,404,314)
GROSS PROFIT		3,454,400,548	1,988,754,374
Sales and marketing expenses		(99,735,426)	(35,785,762)
Administrative expenses		(274,646,390)	(217,239,247)
Other charges		(150,509,033)	(740,958)
Allowance for expected credit losses (ECL)		(72,512,305)	(4,739,073)
Other income		42,876,531	52,988,315
Finance cost		(951,041,549)	(1,890,834,092)
		(1,505,568,172)	(2,096,350,817)
PROFIT / LOSS BEFORE LEVIES AND TAXATION		1,948,832,376	(107,596,443)
Levies		(7,004,692)	(143,996,790)
PROFIT / LOSS BEFORE TAXATION		1,941,827,684	(251,593,233)
Taxation		(1,016,126,891)	227,882,025
PROFIT / LOSS FOR THE PERIOD		925,700,793	(23,711,208)
SHARE OF PROFIT / (LOSS) ATTRIBUTABLE TO:			
- Equity holders of the holding company		925,875,047	(23,592,773)
- Non-controlling interest		(174,254)	(118,435)
		925,700,793	(23,711,208)
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED	11.	2.51	(0.07)

The annexed notes from 1 to 20 form an integral part of these consolidated condensed interim financial statements.


Khurram Javaid
 Chief Executive Officer/Director


Muhammad Zafar Iqbal
 Chief Financial Officer


Jamshed Iqbal
 Director

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)**

Rupees	Note	2025	2024
PROFIT / LOSS FOR THE PERIOD		925,700,793	(23,711,208)
OTHER COMPREHENSIVE INCOME			
Items that will be reclassified subsequently to profit or loss		-	-
Items that will not be reclassified subsequently to profit or loss		-	-
Other comprehensive income - net of tax		-	-
TOTAL COMPREHENSIVE INCOME / LOSS FOR THE PERIOD		925,700,793	(23,711,208)
SHARE OF TOTAL INCOME / (LOSS) FOR THE PERIOD ATTRIBUTABLE TO:			
- Equity holders of the holding company		925,875,047	(23,592,773)
- Non-controlling interest		(174,254)	(118,435)
		925,700,793	(23,711,208)

The annexed notes from 1 to 20 form an integral part of these consolidated condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Jamshed Iqbal
Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Attributable to equity holders of the holding company

Rupees	Issued, subscribed and paid-up capital		Capital Reserves				Revenue Reserve		Non-Controlling interest	Total Equity
	Ordinary shares	Share premium account-ordinary shares	Share premium account-ordinary shares	Contingency reserve	Revaluation surplus on property, plant and equipment	Un-appropriated profits	Shareholders' equity			
BALANCE AS AT JUNE 30, 2024 (AUDITED)	3,356,339,330	-	2,324,952,020	-	980,000,000	3,740,482,178	15,628,729,508	26,030,503,036	323,083,380	26,353,586,416
(Loss) for the period	-	-	-	-	-	-	(23,592,773)	(23,592,773)	(118,435)	(23,711,208)
Other comprehensive income-net of tax	-	-	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	-	(23,592,773)	(23,592,773)	(118,435)	(23,711,208)
Transfer of incremental depreciation relating to revaluation surplus on property, plant and equipment - net of tax	-	-	-	-	-	(22,040,564)	22,040,564	-	-	-
BALANCE AS AT SEPTEMBER 30, 2024 (UNAUDITED)	3,356,339,330	-	2,324,952,020	-	980,000,000	3,718,441,614	15,627,177,299	26,006,910,263	322,974,945	26,329,885,208
BALANCE AS AT JUNE 30, 2025 (AUDITED)	3,356,339,330	330,624,470	2,324,952,020	1,142,626,474	980,000,000	3,899,891,432	16,568,329,321	28,602,963,047	321,104,240	28,924,067,287
Profit for the period	-	-	-	-	-	-	925,875,047	925,875,047	(174,254)	925,700,793
Other comprehensive income-net of tax	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	925,875,047	925,875,047	(174,254)	925,700,793
Transfer of incremental depreciation relating to revaluation surplus on property, plant and equipment - net of tax	-	-	-	-	-	(21,704,082)	21,704,082	-	-	(228,614,929)
Effect of change in effective tax rate	-	-	-	-	-	(228,614,929)	-	(228,614,929)	-	(228,614,929)
BALANCE AS AT SEPTEMBER 30, 2025 (UNAUDITED)	3,356,339,330	330,624,470	2,324,952,020	1,142,626,474	980,000,000	3,649,572,441	17,516,108,430	29,300,223,165	320,929,986	29,621,153,151

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Khuram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Jamshed Iqbal
Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

Rupees	Note	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	12.	(1,975,051,133)	(1,113,638,406)
Net decrease in long-term loans to employees		15,659,454	10,745,910
Defined benefits paid		(11,231,115)	(17,943,923)
Workers' profit participation fund paid		(73,126,313)	-
Taxes and levies paid		(395,429,951)	(303,612,757)
Net cash used in operating activities		(2,439,179,058)	(1,424,449,176)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for acquisition of property, plant and equipment		(394,074,328)	(323,070,595)
Proceeds from disposal of tangible fixed assets		-	4,830,000
Proceeds from redemption of investment in short-term debt instrument		167,249,359	-
Payments for investment in short-term debt instrument		(25,000,000)	-
Profit received on investment in short-term debt instrument		2,366,865	-
Profit received on short-term deposit receipts		-	4,850,296
Net cash used in investing activities		(249,458,104)	(313,390,299)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net repayment of long-term financing		(235,526,585)	(341,713,221)
Net proceeds from short-term borrowings		2,594,935,654	2,795,172,523
Net proceeds from short-term loans from Directors		389,073,276	49,826,931
Finance cost paid		(659,199,301)	(1,618,866,672)
Dividends paid		-	(68,093)
Net cash generated from financing activities		2,089,283,044	884,351,468
NET DECREASE IN CASH AND CASH EQUIVALENTS		(599,354,118)	(853,488,007)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		3,175,913,598	3,603,212,207
NET EXCHANGE DIFFERENCE ON FOREIGN CURRENCY ACCOUNTS		(1,098,220)	(178,909)
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	13.	2,575,461,260	2,749,545,291

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Jamshed Iqbal
Director

SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

1. THE GROUP AND ITS OPERATIONS

These condensed interim financial statements are the consolidated condensed financial statements of Mughal Iron & Steel Industries Limited and its subsidiary (The Group). The Group consists of:

Holding company:

- Mughal Iron & Steel Industries Limited

Subsidiary company

- Mughal Energy Limited

Mughal Iron & Steel Industries Limited:

Mughal Iron & Steel Industries Limited (the holding company) was incorporated in Pakistan as a public limited company on February 16, 2010 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The ordinary and ordinary Class-C shares of the holding company are listed on the Pakistan Stock Exchange Limited (PSX). The holding company's operations comprise of ferrous and non-ferrous business segments. However, the principal activity of the holding company is manufacturing and sale of mild steel products relating to ferrous segment. The holding company is domiciled in Lahore.

Mughal Energy Limited:

Mughal Energy Limited (MEL) was incorporated in Pakistan as a public limited company on August 19, 2012 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Its registered office is situated at 31-A, Shadman I, Lahore. The principal activity of MEL is to carry on the business of generating, purchasing, importing, transforming, converting, distributing, supplying, exporting and dealing in electricity and all other forms of energy and products or services associated therewith. The issued, subscribed and paid-up capital of MEL is Rs. 2,166.732 million divided into 194.103 million ordinary shares of Rs. 10/- each and 22.570 million Class-B shares of Rs. 10/- each. Ordinary shares carry one vote per share, whereas, Class-B shares carry 100 votes per share. The Company holds 174.692 million (2024: 174.692 million) ordinary shares representing 90% of the ordinary shares and 22.570 million (2024: 22.570 million) Class-B shares, representing 100% of the Class-B shares. Based upon the total number of ordinary and Class-B shares held, the Company has 99.21% (2024: 99.21%) control of MEL. Ordinary shares are listed on the Growth Enterprise Market (GEM) board of the Pakistan Stock Exchange Limited (PSX), whereas, Class-B shares are unquoted.

The geographical locations and addresses of the holding company's and its subsidiary company's business units, including mills / plant are as under:

Business unit:	Geographical location / address:
- Registered office	
- Mughal Iron & Steel Industries Limited	31-A Shadman-1, Lahore
- Mughal Energy Limited	31-A Shadman-1, Lahore
- Manufacturing plants	
- Mughal Iron & Steel Industries Limited	17-KM Sheikhpura Road, Lahore
- Mughal Energy Limited	17-KM Sheikhpura Road, Lahore
- Warehouses	
- Mughal Iron & Steel Industries Limited	17-KM Sheikhpura Road, Lahore, Badami Bagh, Lahore and Jummah Goth, Karachi
- Sales centres	
- Mughal Iron & Steel Industries Limited	Badami Bagh, Lahore

2. 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;
- Islamic Financial Accounting Standards (IFASs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- 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 IFASs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3. BASIS OF PREPARATION

These consolidated condensed interim financial statements include the financial statements of Mughal Iron & Steel Industries Limited and its subsidiary - Mughal Energy 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.

SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

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 and presentation 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, 2025. 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.

4. MATERIAL ACCOUNTING POLICIES

The material 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, 2025, 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, 2025. The impact of remeasurement of retirement benefit plan has not been incorporated in the consolidated condensed interim financial statements.

5. CRITICAL ACCOUNTING ESTIMATES & JUDGEMENTS

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, 2025, except as disclosed otherwise in respective notes.

Rupees	Note	September 30, 2025 (Unaudited)	June 30, 2025 (Audited)
6. PROPERTY, PLANT AND EQUIPMENT			
Tangible fixed assets	6.1	21,829,941,272	21,740,962,080
Capital work-in-progress		5,048,113,242	4,904,953,733
		<u>26,878,054,514</u>	<u>26,645,915,813</u>
6.1 Following is the movement in tangible fixed assets:			
Opening net book value		21,740,962,080	20,737,419,112
Additions / transfers during the period / year:			
Freehold land		-	121,690,398
Factory building on freehold land		-	375,892,690
Plant and machinery		-	236,249,839
Power plant		11,554,622	196,970,755
Solar plant		-	243,893,547
Grid station & electric installations		249,000	7,310,695
Furniture, fixture and office equipment		712,999	5,726,148
Vehicles		-	69,549,686
Trucks and cranes		237,734,212	-
Computers		663,986	3,069,180
Developments on leasehold lands		-	377,163,060
		<u>250,914,819</u>	<u>1,637,515,998</u>
Disposals during the period / year:			
Plant and machinery		-	(40,582,868)
Vehicles		-	(16,212,293)
Depreciation charged during the period / year		<u>(161,935,627)</u>	<u>(577,177,869)</u>
Closing net book value		<u>21,829,941,272</u>	<u>21,740,962,080</u>

**SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED CONDENSED INTERIM
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Rupees	September 30, 2025	June 30, 2025
	(Unaudited)	(Audited)
7. INVENTORIES		
Stores, spares and loose tools	3,464,754,151	3,534,379,078
Raw material	10,505,266,198	8,562,628,741
Finished goods / by-products	3,413,771,926	3,519,648,406
	<u>17,383,792,275</u>	<u>15,616,656,225</u>

8. CONTINGENCIES AND COMMITMENTS

Contingencies:

- There has been no significant change in the status of contingencies as reported in the annual consolidated audited financial statements of the Group for the year ended June 30, 2025, except as disclosed elsewhere in the interim financial report.
- Aggregate amount of corporate guarantees issued by the Mughal Iron & Steel Industries Limited (holding company) on behalf of Mughal Energy Limited (subsidiary company), for the purpose of availing financing, amounted to Rs. 2,389.607 million as at September 30, 2025 (June 30, 2025: Rs. 2,389.607 million), against total approved limit of Rs. 6,000.000 million.

Commitments:

- Major non-capital & capital commitments

	Quarter ended	
Rupees	September 30, 2025	September 30, 2024
	(Unaudited)	(Unaudited)
9. SALES-NET		
Local sales	13,948,044,221	16,916,318,962
Export sales	6,157,806,227	4,684,510,357
	<u>20,105,850,448</u>	<u>21,600,829,319</u>

9.1 Reconciliation of net revenue from external customers with segment information:

Rupees	Ferrous	Non-Ferrous	Total
- Local sales	13,813,544,221	134,500,000	13,948,044,221
- Export sales	-	6,157,806,227	6,157,806,227
September 30, 2025	<u>13,813,544,221</u>	<u>6,292,306,227</u>	<u>20,105,850,448</u>
- Local sales	16,916,318,962	-	16,916,318,962
- Export sales	-	4,684,510,357	4,684,510,357
September 30, 2024	<u>16,916,318,962</u>	<u>4,684,510,357</u>	<u>21,600,829,319</u>

10. COST OF SALES

Opening stock of finished goods and by-products	3,519,648,406	4,815,457,771
Cost of goods manufactured		
- Raw material consumed	12,657,569,191	15,331,126,516
- Salaries, wages and other benefits	517,774,611	436,079,498
- Stores, spares and loose tools consumed	603,045,775	383,392,361
- Fuel and power	2,521,673,152	2,077,322,910
- Repair and maintenance	350,500	573,516
- Other manufacturing expenses	82,862,091	111,899,098
- Depreciation	148,201,752	127,076,557
	<u>16,531,477,072</u>	<u>18,467,470,456</u>
Closing stock of finished goods and by-products	<u>(3,413,771,926)</u>	<u>(3,687,523,913)</u>
	<u>16,637,353,552</u>	<u>19,595,404,314</u>

**SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS
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Rupees	Note	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
11. EARNINGS / LOSS PER SHARE-BASIC AND DILUTED			
Profit / loss for the period	Rupees	925,875,047	(23,592,773)
Weighted average number of ordinary shares	Number	368,696,380	335,633,933
Earnings / loss per share - Basic	Rupees / share	2.51	(0.07)
12. CASH USED IN OPERATIONS			
Profit / Loss before levies and taxation		1,948,832,376	(107,596,443)
<i>Adjustments:</i>			
Depreciation of property, plant and equipment		161,935,627	140,913,556
Expense recognized for employee defined benefit charge		58,170,099	58,170,099
Allowance for expected credit losses (ECL)		72,512,305	(4,739,073)
Gain on disposal of tangible fixed assets		-	(749,510)
Profit on investment in long-term debt instrument		-	(2,742,015)
Profit on investment in short-term debt instrument		(1,340,693)	-
Profit on short-term deposit receipts		-	(783,796)
Net unrealized foreign exchange gain		(51,136,741)	(24,942,214)
Finance cost		860,953,421	1,858,073,370
Provision for workers' profit participation fund		108,506,622	-
Interest on workers' profit participation fund		2,284,126	2,055,931
Provision for workers' welfare fund		41,232,516	-
		1,253,117,282	2,025,256,348
Profit before working capital changes		3,201,949,658	1,917,659,905
Effect on cash flow due to working capital changes (Increase) / decrease in current assets:			
Inventories		(1,767,136,050)	(339,969,351)
Trade debts		(1,310,353,518)	(2,032,643,763)
Loans and advances		58,359,582	(41,720,337)
Deposits, prepayments and other receivables		276,028,443	148,725,658
Due from the government		(864,762,784)	565,026,794
		(3,607,864,327)	(1,700,580,999)
<i>Increase / (Decrease) in current liabilities:</i>			
Trade and other payables		(1,569,136,464)	(1,330,717,312)
		(1,975,051,133)	(1,113,638,406)
13. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD			
Cash and cash equivalents included in the consolidated condensed interim statement of cash flows comprise of the following:			
Bank balances under lien		4,260,791	-
Cash and bank balances		3,177,301,855	2,803,633,350
Temporary bank overdraft		(606,101,386)	(54,088,059)
		2,575,461,260	2,749,545,291
14. SEGMENT REPORTING			
14.1 Reportable segments:			
The Group's reportable segments are as follows:			
<ul style="list-style-type: none"> - Ferrous - Non - Ferrous - Energy 			
Ferrous segment comprises of mild steel related products, non-ferrous segment mainly comprises of copper and iron, whereas, energy segment comprises of operations of Mughal Energy Limited. Information regarding the Group's reportable segments is presented below.			
14.2 Segment revenues and measure of segment profit or loss:			
Following is an analysis of the Group's revenue and results by reportable segment for the quarter ended September 30, 2025 and September 30, 2024 along with reconciliation of the total of the reportable segments' measures of profit or loss to the Group's profit or loss for the quarter:			

SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED CONDENSED INTERIM
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Report	Ferrous Quarter ended		Non Ferrous Quarter ended		Energy Quarter ended		Total Quarter ended		Inter-company elimination Quarter ended		Consolidated Quarter ended	
	September 30, 2025	(Unaudited)	September 30, 2025	(Unaudited)	September 30, 2025	(Unaudited)	September 30, 2025	(Unaudited)	September 30, 2025	(Unaudited)	September 30, 2025	(Unaudited)
Rapaces	13,815,544,221	16,916,318,982	6,840,577,307	6,194,441,093	-	-	20,654,121,528	23,110,760,055	-	-	20,654,121,528	23,110,760,055
Total sales - not												
Inter-segment transactions												
Net external sales	13,815,544,221	16,916,318,982	6,840,577,307	(1,509,930,739)	-	-	(548,271,080)	(1,909,930,739)	-	-	(548,271,080)	(1,509,930,739)
Commission	(14,096,348)	(16,070,831)	-	4,884,510,357	-	-	20,105,850,448	21,600,820,319	-	-	20,105,850,448	21,600,820,319
Net sales after commission	13,799,447,873	16,899,948,331	6,292,306,227	4,884,510,357	-	-	20,091,754,100	21,584,158,688	-	-	20,091,754,100	21,584,158,688
Total cost of sales	(12,502,005,406)	(16,132,799,539)	(4,631,708,530)	(4,952,555,512)	-	-	(17,193,713,996)	(21,105,335,650)	8,080,304	-	(17,185,624,632)	(21,105,335,650)
Inter-segment transactions												
Cost of sales	(12,502,005,406)	(16,132,799,539)	(4,631,708,530)	(4,952,555,512)	-	-	(17,193,713,996)	(21,105,335,650)	8,080,304	-	(17,185,624,632)	(21,105,335,650)
Gross profit	1,237,442,407	746,848,795	2,208,868,777	1,241,905,581	-	-	3,406,311,184	1,988,754,374	8,080,304	-	3,454,400,348	1,988,754,374
Sales and marketing expenses	(77,365,478)	(24,214,285)	(22,380,948)	(11,571,477)	-	-	(99,735,762)	(65,785,762)	-	-	(99,735,426)	(65,785,762)
Administrative expenses	-	-	-	-	(14,875,901)	(2,178,979)	(14,875,901)	(2,178,979)	2,421,816	-	(12,454,175)	(2,178,979)
Other charges	-	-	-	-	(125,000)	(52,500)	(125,000)	(52,500)	-	-	(125,000)	(52,500)
Allowance for ECL	(72,820,105)	(9,026,510)	307,799	4,287,437	-	-	(72,512,306)	(4,739,073)	-	-	(72,512,306)	(4,739,073)
Other income	-	-	-	3,414,911	-	-	17,811,040	4,380,373	(17,804,737)	-	6,303	4,380,373
Finance cost	(37,065,548)	(4,461,597)	(59,192,061)	(90,988,822)	(4,674,237)	(1,017)	(100,951,846)	(95,431,086)	(15,382,492)	-	(100,931,846)	(95,431,086)
Segment profit before taxation and allocated income and expenses	(187,251,131)	(37,702,389)	(61,254,210)	(94,837,551)	(1,864,188)	(1,267,032)	(270,369,526)	(133,806,975)	(15,382,492)	-	(285,752,450)	(133,806,975)
Unallocated income and expenses:												
Administrative expenses	1,050,191,276	709,146,401	2,127,614,567	1,147,068,030	(1,864,188)	(1,267,032)	3,175,844,055	1,854,947,399	(7,293,557)	-	3,168,648,098	1,854,947,399
Other charges	-	-	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-	-	-
Finance cost	-	-	-	-	-	-	-	-	-	-	-	-
Leases	-	-	-	-	-	-	-	-	-	-	-	-
Taxation	-	-	-	-	-	-	-	-	-	-	-	-
Profit / loss for the period	-	-	-	-	-	-	-	-	-	-	-	-
%												
	September 30, 2025		September 30, 2025		September 30, 2025		September 30, 2025		September 30, 2025		September 30, 2025	
Revenue from external customers:												
14.3 Revenue from external customers:												
The analysis of the Company's revenue from external customers for major products is as follows:												
Ferrous:												
- Steel re-bars												
- Grids												
- Billets												
- Others												
Non-Ferrous:												
- Copper Products												
- Iron												
- Others												

SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

14.4 Information about major customers:

Revenue from major customers of ferrous segment represent 47% (September 2024: 54%) of the total revenue of ferrous segment. Revenue from major local customers of non-ferrous segment represent 2% (September 2024: Nil) of the total revenue of non-ferrous segment and 100% (September 2024: Nil) of the total local revenue of non-ferrous segment. Revenue from major foreign customers of non-ferrous segment represent approx. 77% (September 2024: 94%) of the total revenue of non-ferrous segment and 78% (September 2024: 94%) of the total foreign revenue of non-ferrous segment.

14.5 Geographical information:

All revenues from external customers for ferrous segment were generated in Pakistan. 98% (September 2024: 100%) of revenues from external customers for non-ferrous segment were generated from outside Pakistan while remaining were generated from external customers within Pakistan. Majority of sales outside of Pakistan is made to customers in the People's Republic of China. All non-current assets of the Company as at September 30, 2025 and June 30, 2025 were located and operating in Pakistan.

14.6 Measure of total assets and total liabilities:

Reportable segments' assets and liabilities as at September 30, 2025 and June 30, 2025 are reconciled to total assets and liabilities as follows:

Rupees	Ferrous	Non-Ferrous	Energy	Total
- Segment assets for reportable segments	47,664,702,973	2,792,007,377	6,968,230,202	57,424,940,552
- Unallocated assets	-	-	-	15,387,783,492
- Total assets as per consolidated condensed interim statement of financial position as at September 30, 2025	<u>47,664,702,973</u>	<u>2,792,007,377</u>	<u>6,968,230,202</u>	<u>72,812,724,044</u>
- Segment liabilities for reportable segments	3,721,812,918	1,154,749,741	2,295,208,988	7,171,771,647
- Unallocated liabilities	-	-	-	36,019,799,246
- Total liabilities as per consolidated condensed interim statement of financial position as at September 30, 2025	<u>3,721,812,918</u>	<u>1,154,749,741</u>	<u>2,295,208,988</u>	<u>43,191,570,893</u>
- Segment assets for reportable segments	40,505,464,130	7,257,928,621	6,694,633,966	54,458,026,717
- Unallocated assets	-	-	-	14,631,206,616
- Total assets as per consolidated statement of financial position as at June 30, 2025	<u>40,505,464,130</u>	<u>7,257,928,621</u>	<u>6,694,633,966</u>	<u>69,089,233,333</u>
- Segment liabilities for reportable segments	5,280,129,573	1,245,458,856	1,990,292,504	8,515,880,933
- Unallocated liabilities	-	-	-	31,649,285,113
- Total liabilities as per consolidated statement of financial position as at June 30, 2025	<u>5,280,129,573</u>	<u>1,245,458,856</u>	<u>1,990,292,504</u>	<u>40,165,166,046</u>

Quarter ended

Rupees	September 30, 2025	September 30, 2024
	(Unaudited)	(Unaudited)

14.7 Other information:

Depreciation

- Ferrous	119,533,072	98,257,918
- Non-Ferrous	14,966,883	23,117,870
- Unallocated	27,435,672	19,537,768
	<u>161,935,627</u>	<u>140,913,556</u>

Additions to tangible fixed assets

- Ferrous	249,288,834	165,000
- Unallocated	1,625,985	29,602,818
	<u>250,914,819</u>	<u>29,767,818</u>

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	Quarter ended		As at	
Rupees	September 30, 2025	September 30, 2024	September 30, 2025	June 30, 2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Transactions		Outstanding balances	
15. SHARIAH DISCLOSURE				
Consolidated Condensed Interim Statement of Financial Position:				
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode			18,882,184,240	17,333,708,033
Interest or mark-up accrued on any conventional loan or advance			339,567,843	292,980,624
Long-term and short-term shariah compliant investments			25,679,560	168,955,091
Shariah compliant bank deposits / bank balances / TDRs			2,727,232,070	2,969,776,404
Consolidated Condensed Interim Statement of Profit or Loss:				
Revenue earned from a shariah compliant business segment	20,105,850,448	21,600,829,319		
Profit earned from shariah compliant bank deposits / balances / TDRs	6,095,383	21,106,395		
Profit earned from shariah compliant investments	1,340,693	2,742,015		
Profit / mark-up paid on Islamic mode of financing	509,861,352	766,618,953		
Interest paid on any conventional loan or advance	359,458,683	1,127,842,308		

15.1 Disclosures other than above are not applicable on the Group.

15.2 Other disclosure requirements:

The Group maintains good relationship with shariah compliant banks / takaful operators and carries out trade and other routine banking / takaful transactions with them.

16. FINANCIAL RISK MANAGEMENT

These consolidated condensed interim financial statements do not include all financial risk management information and disclosures, which are required in the annual consolidated financial statements and should be read in conjunction with the Group's annual audited consolidated financial statements for the year ended June 30, 2025. There has been no change in any risk management policies since the year end.

17. FAIR VALUE DISCLOSURES

Except for long-term loans to employees, long-term deposits and long-term loans under SBP refinance schemes, the fair value of financial assets and financial liabilities recognized in these consolidated condensed interim financial statements equals the transaction price at initial recognition. The fair value of the long-term loans under SBP refinance schemes has been determined using discounting techniques. However, due to immaterial effect and impracticalities, the fair value of long-term loans to employees and long-term deposits has not been determined and their carrying value has been assumed to be equal to their fair value. Accordingly, the carrying amount of financial assets and financial liabilities recognized in these consolidated condensed interim financial statements approximate their respective fair values and there were no transfers amongst level of fair value analysis of financial assets during the period.

Information about the fair value hierarchy of items of property, plant and equipment as at the end of the reporting period is as follows:

Rupees	Level 2	Level 3	Fair value
Property, plant and equipment:			
Freehold land	2,208,875,000	-	2,087,184,602
Factory building on freehold land	-	656,192,764	297,759,745
Plant and machinery	15,239,422,754	-	15,497,779,779
Power plant	1,772,065,066	-	1,641,223,751
September 30, 2025 - unaudited	19,220,362,820	656,192,764	19,523,947,877
Freehold land	2,208,875,000	-	2,208,875,000
Factory building on freehold land	-	659,074,752	659,074,752
Plant and machinery	15,336,060,946	-	15,336,060,946
Power plant	1,776,180,874	-	1,776,180,874
June 30, 2025 - audited	2,208,875,000	17,771,316,572	19,980,191,572

The above table shows assets recognized at fair value, analyzed between those whose fair value is based on:

SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UNAUDITED)

- Level 1: quoted prices in active markets for identical assets or liabilities;
- Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3: Inputs for the asset or liability that are not based on observable market data.

18. RELATED PARTY DISCLOSURES

Related parties comprise of entities regarded as related / associated due to common directorship or common management, major shareholders, key management personnel and their close family members ("the relatives"). Major shareholders are those persons having control of or significant influence over the reporting entity. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the reporting entity, directly or indirectly including Directors (whether executive or otherwise) of the reporting entity. Details of transactions / outstanding balances with related parties, not otherwise disclosed elsewhere, are as follows:

Rupees	Quarter ended		As at	
	September 30, 2025	September 30, 2024	September 30, 2025	June 30, 2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Transactions		Outstanding Balances	
<i>Entities</i>				
<i>Major shareholders, key management personnel and their relatives</i>				
Major shareholders, Directors and their relatives				
<i>Detail of transactions</i>				
- Remuneration / meeting fee	26,446,838	24,294,769		
- Short-term loan disbursement	389,073,276	49,826,931		
- Rent expense	90,750	90,750		
Key management personnel (other than Directors) and their relatives				
<i>Detail of outstanding balance</i>				
- Loans and advances			2,975,000	140,000
<i>Detail of transactions</i>				
- Salaries and benefits expense	14,100,000	14,287,400		
- Loans and advances - issued (net)	2,835,000	887,500		

18.2 Chief Executive Officer, Executive Directors and certain Executives are given company maintained cars. There are no transactions with key management personnel other than under the terms of employment and otherwise disclosed, if any.

19. DATE OF AUTHORIZATION

These consolidated condensed interim financial statements have been approved by the Board of Directors and authorized for issue on October 29, 2025.

20. GENERAL

The figures have been rounded off to the nearest rupee.

The corresponding figures have been rearranged or reclassified, wherever necessary, for the purpose of comparison, however, no material significant reclassification has been made.

In order to comply with the requirements of International Accounting Standard, IAS - 34 - 'Interim Financial Reporting', the consolidated condensed interim statement of financial position as of the end of the current interim period has been compared with the consolidated statement of financial position as of the end of the immediately preceding financial year, the consolidated condensed interim statement of profit or loss and the consolidated condensed statement of comprehensive income for the current interim period has been compared with the consolidated statement of profit or loss and consolidated condensed interim statement of comprehensive income for the comparable interim period of the immediately preceding financial year, whereas, the consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows have been compared with the relevant statements for the comparable year-to-date period of the immediately preceding financial year.



Khurram Javaid
Chief Executive Officer/Director



Muhammad Zafar Iqbal
Chief Financial Officer



Jamshed Iqbal
Director

