



FECTO CEMENT LIMITED

Cementing a Greener Future

UN-AUDITED INTERIM REPORT SEPTEMBER 30, 2025

Company Information	2
Directors' Review	3
Condensed Interim Statement of Financial Position	8
Condensed Interim Statement of Profit or Loss and Other Comprehensive Income	9
Condensed Interim Statement of Changes in Equity	10
Condensed Interim Statement of Cash Flows	11
Notes to the Condensed Interim Financial Statements	12



COMPANY INFORMATION**BOARD OF DIRECTORS**

Mr. Aamir Ghani	Chairman
Mr. Mohammed Yasin Fecto	Chief Executive
Mrs. Lubna Yasin	
Mr. Juwad Saboor	
Mr. Jamil Ahmed Khan	
Mr. Rohail Ajmal	
Mr. Mohammed Anwar Habib	

AUDIT COMMITTEE

Mr. Mohammed Anwar Habib	Chairman
Mr. Rohail Ajmal	
Mr. Jamil Ahmed Khan	

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Mohammed Anwar Habib	Chairman
Mr. Aamir Ghani	
Mr. Jamil Ahmed Khan	

CHIEF FINANCIAL OFFICER

Mr. Abdul Wahab, FCA

AUDITORS

Rahman Sarfaraz Rahim Iqbal Rafiq,
Chartered Accountants

COMPANY SECRETARY

Mr. Tariq Iqbal Bawani, FCCA

SHARE REGISTRAR

F. D. Registrar Services (Pvt) Ltd.
1705, 17th Floor, Saima Trade Tower-A
I. I. Chundrigar Road
Karachi-74000
Phone Nos. (+ 9221) 32271905-6

LEGAL ADVISOR

Abid & Khan Advocates and legal Advisor
House # 303-D, Street # 29
Sector F-11/2
Islamabad.

FACTORY

Sangjani, Islamabad
Phone Nos. (+ 9251) 2296065-88

REGISTERED OFFICE

Plot # 60-C, Khayaban-e-Shahbaz
Phase-VI, Defense Housing Authority
Karachi-75500, Pakistan
Phone Nos. (+9221) 35248921-24
Fax: (+9221) 35248925

BANKERS

Askari Bank Limited
United Bank Limited
National Bank of Pakistan
Allied Bank Limited
MCB Bank Limited
The Bank of Khyber

MARKETING OFFICE

339, Main Peshawar Road
Chairing Cross Service Road
Westridge-1,
Rawalpindi
Phone Nos. (+ 9251) 5467111-13

WEBSITE:

www.fectogroup.com

DIRECTORS' REVIEW

Dear Members

The Directors of your company are pleased to present before you their review report for the period ended September 30, 2025.

ECONOMIC OVERVIEW

During the first quarter of FY 2025-26, Pakistan's economy continued its steady path toward stabilization, supported by policy continuity under the IMF-supported program, improved fiscal discipline, and a more predictable macroeconomic environment. GDP growth for the FY 2026 is estimated at around 2.6% - 3.6%, reflecting moderate recovery in agriculture, sustained industrial output, and renewed confidence in the services and trade sectors.

The external sector remained broadly stable. After achieving its first full-year current account surplus in 14 years (USD 2.1 billion in FY 2024-25), Pakistan recorded a current account deficit of USD 594 million during the first quarter of FY 2026 (July-September 2025), compared to a deficit of USD 502 million in the same period last year. Foreign exchange reserves with State Bank of Pakistan ("SBP") remained stable at USD 14.4 billion by the end of September 2025. Inflation continued to ease, reflecting the combined effect of disciplined fiscal management, lower global commodity prices, and monetary stability. Average annual inflation, which was 30.1% in FY 2023, declined sharply to 12.6% in FY 2024 and further moderated to 4.5% in FY 2025, maintaining a downward trend. For the quarter ended September 2025, average inflation stood at 4.2%, compared to 9.2% in the same period last year.

The SBP maintained its policy rate at 11% during the quarter, following a series of gradual reductions from the peak level of 23% recorded from May 2023 till May 2024. The stable monetary stance has bolstered investor confidence, improved credit conditions, and facilitated a revival in private sector borrowing particularly within manufacturing and construction-linked sectors.

Overall, the macroeconomic outlook remains cautiously optimistic, with policy stability, lower inflation, and improved external balances providing a supportive foundation for sustained economic recovery.

CEMENT INDUSTRY OVERVIEW

In line with the improving macroeconomic indicators, the overall performance of the cement industry showed a notable recovery during the quarter ended September 2025 compared to the corresponding period last year. Domestic cement dispatches increased by 15.08%, reaching 9.573 million tons against 8.319 million tons in the same quarter last year, reflecting broad-based improvement across both the North and South Zones.

Export volumes also recorded a significant growth of 20.81%, rising to 2.589 million tons from 2.143 million tons as compared to corresponding period last year. South-based manufacturers continued to capitalize on strong international demand, with export dispatches accounting for 55.22% of the total South Zone dispatches, compared to 7.63% of the total dispatches from the



North Zone. In the same quarter last year, these proportions were 56.28% and 6.71%, respectively, indicating consistent export orientation from southern producers.

Capacity utilization across the sector, however, remained below optimal levels, averaging between 50% and 60%, reflecting persistent overcapacity particularly in the North Zone. Total industry dispatches during the quarter stood at 12.161 million tons, compared to 10.461 million tons in the corresponding quarter last year, reflecting a 16.25% quarter-to-quarter increase, driven primarily by strong export growth and steady domestic demand recovery. In the North Zone, total dispatches increased by 14.78% to 8.672 million tons from 7.555 million tons in the same quarter last year. Domestic sales in the North rose by 13.65% to 8.010 million tons from 7.048 million tons, while exports surged by 30.49% to 0.662 million tons from 0.507 million tons.

The South Zone exhibited robust expansion, with total dispatches increasing by 20.07% to 3.489 million tons from 2.906 million tons in the corresponding quarter last year. This growth was supported by a 17.80% rise in exports to 1.927 million tons from 1.636 million tons, alongside a 22.99% increase in domestic sales to 1.563 million tons from 1.270 million tons.

CEMENT PRODUCTION AND SALES VOLUME PERFORMANCE OF THE COMPANY

Cement production and sales volume performance of your Company for the quarter ended September 30, 2025 as compared to corresponding quarter last year is presented below:

Particulars	Sept 2025	Sept 2024	% Change
Clinker Production (Tons)	234,291	186,767	25.45%
Cement Production (Tons)	245,474	165,606	48.23%
Local Dispatches (Tons)	240,118	162,008	48.21%
Export Dispatches (Tons)	2,990	8,085	(63.02%)
Total Dispatches (Tons)	243,108	170,093	42.93%
Capacity Utilization	98.19%	66.24%	48.23%
Market share	2.00%	1.63%	22.95%
Market share from North region	2.80%	2.25%	24.52%

During the quarter ended September 30, 2025, the Company delivered a robust operational performance, reflecting strong growth in both production and dispatches.

Cement production stood at 245,474 tons, marking a substantial increase of 48.23% compared to 165,606 tons during the corresponding quarter last year. Clinker production also registered a growth of 25.45%, reaching 234,291 tons against 186,767 tons in the same period last year, demonstrating improved plant efficiency and stable operational continuity.

On the sales front, total cement dispatches increased by 42.93%, reaching 243,108 tons compared to 170,093 tons in the corresponding period last year. The growth was primarily driven by a strong rise in local dispatches, which increased by 48.21% to 240,118 tons, reflecting improved

Interim Report September 30, 2025

domestic demand and better distribution efficiency.

As a result of higher production and sales volumes, the Company's capacity utilization significantly improved to 98.19%, compared to 66.24% in the same quarter last year. Consequently, the Company's overall market share increased to 2.00% from 1.63%, while its market share in the North region also strengthened to 2.80% from 2.25%, underscoring enhanced operational efficiency and improved market positioning.

FINANCIAL PERFORMANCE OF THE COMPANY

The Financial performance of your Company for the quarter ended September 30, 2025 as compared to corresponding quarter last year is presented below:

Particulars	Sept 2025 Rs. '000	Sept 2024	% Change
Local Sales	3,528,412	2,787,343	26.59%
Export Sales	32,902	87,695	(62.48%)
Total Sales	3,561,314	2,875,038	23.87%
Cost of sales	2,899,525	2,212,342	31.06%
Gross Profit	661,789	662,696	(0.14%)
Gross Profit as % of Sales	18.76%	23.78%	(21.11%)
Operating Profit/ EBIT	526,537	509,243	3.40%
Net Profit	207,780	228,379	(9.02%)
Earnings per Share (EPS)	4.14	4.55	(9.02%)

The Company's revenue increased by 23.87% during the quarter, primarily driven by a 42.93% growth in total dispatches, which contributed a positive quantity variance of PKR 1,234 million. However, this growth was partially offset by a negative price variance of PKR 548 million, as the average retention price declined by PKR 2,254 per ton from PKR 16,903 per ton to PKR 14,649 per ton representing a 13.33% reduction.

The Cost of Sales increased by 31.06%, mainly due to higher production volumes, which added PKR 950 million to the cost base. Despite this, a positive cost variance of PKR 262 million was achieved as the average cost per ton decreased by PKR 1,080 per ton i.e. from PKR 13,007 per ton to PKR 11,927 per ton, reflecting an 8.30% reduction. This improvement was primarily driven by lower fuel and power costs, particularly in coal and electricity, which contributed an estimated saving of over PKR 600 million during the quarter.

Despite these cost efficiencies, gross profit remained largely unchanged at PKR 662 million, as the benefit of reduced costs was offset by the decline in average selling prices. Consequently, gross profit margin contracted to 18.76% from 23.78% in the corresponding period last year. Administrative and distribution expenses increased modestly by 9.90%, from PKR 146 million to PKR 161 million, mainly due to higher operational activity levels.

On the financing side, the Company achieved significant savings through prudent cash flow management and lower borrowing levels. Finance costs declined by 51.41%, from PKR 53 million



to PKR 26 million, owing to effective working capital management and a reduction in benchmark interest rates.

Overall, the Company posted a net profit of PKR 208 million, compared to PKR 228 million in the same quarter last year, representing a 9.02% decrease, primarily attributable to the fall in average selling prices and increase in levies and taxation.

Earnings per share (EPS) stood at PKR 4.14 compared to PKR 4.55 in the corresponding period last year.

FUTURE OUTLOOK

As we move forward into FY 2025-26, Pakistan's economic outlook remains broadly stable, supported by sustained fiscal consolidation, easing inflationary pressures, and a consistent monetary stance under the IMF-supported reform program. The continuation of a low interest rate environment and a stable exchange rate is expected to foster business confidence, enhance liquidity, and stimulate investment activity, particularly in the construction and manufacturing sectors.

The cement industry is anticipated to benefit from a gradual recovery in domestic demand, supported by ongoing infrastructure development, improving private sector investment sentiment, and a more stable macroeconomic environment. However, the sector continues to face multiple challenges, including rising input costs, constrained public development spending, and heightened competition, especially in the northern region where surplus capacity persists.

Despite these external pressures, your Company remains focused on sustaining operational excellence through process optimization, energy efficiency initiatives, and rigorous cost management. Strategic efforts are underway to diversify supply sources, strengthen logistics planning, and ensure continuous production at optimal capacity levels.

Fecto Cement Limited remains well positioned to navigate the evolving challenges through its commitment to efficiency, prudent financial management, and sustainable operations. The Board and the management remain confident that these strategic measures will enable the Company to maintain profitability, safeguard competitiveness, and deliver long-term value to its shareholders and stakeholders.

ACKNOWLEDGEMENT

The Board of Directors would like to place on record its sincere appreciation for the continued support and trust of all stakeholders. We extend our gratitude to our employees for their dedication and hard work, our customers and suppliers for their loyalty, our shareholders for their confidence, our financial institutions for their trust, and the regulators for their valuable guidance and support.

The confidence and goodwill of all stakeholders have played a pivotal role in enabling Fecto Cement Limited to sustain, grow, and deliver value over the years.

We pray to Almighty Allah for the continued success of the Company and the prosperity of all our stakeholders and the country at large.

On behalf of the Board of Directors



MOHAMMED YASIN FECTO
CHIEF EXECUTIVE



JAMIL AHMED KHAN
DIRECTOR

Karachi: October 27, 2025



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

AS AT 31 SEPTEMBER 30, 2025		Un-audited 30 September 2025	Audited 30 June 2025
EQUITY AND LIABILITIES			
Share capital and reserves	Note	Rupees in thousand	
Authorized Capital			
75,000,000 (2025: 75,000,000) ordinary shares of Rs. 10/- each		750,000	750,000
Issued, subscribed and paid up capital			
50,160,000 (2025: 50,160,000) ordinary shares of Rs.10/- each		501,600	501,600
Revenue reserves			
General reserve		550,000	550,000
Accumulated profit		3,707,710	3,499,930
		4,257,710	4,049,930
Capital Reserve			
Share of other comprehensive income of associate		(2,113)	(2,113)
		4,757,197	4,549,417
Non-current liabilities			
Long term financing from a banking company - secured	4	533,464	562,558
Lease Liability		-	139
Deferred income - Government grant		62,443	69,630
Deferred taxation		317,170	253,308
		913,077	885,635
Current Liabilities			
Trade and other payables		2,643,669	1,862,023
Short term borrowing - secured		107,188	384,412
Accrued mark-up		3,230	6,917
Unclaimed dividend		14,397	14,473
Unpaid dividend		185	185
Provision for taxation		188,195	21,384
Current maturity of long term financing - secured		192,799	194,533
Current maturity of lease liabilities		13,459	15,512
Current maturity of government grant		30,866	32,430
		3,193,988	2,531,869
Contingencies and commitments	5		
Total equity and liabilities		8,864,262	7,966,921
ASSETS			
Non-current assets			
Property, plant and equipment		3,104,933	3,140,182
Intangible Asset		12,338	12,691
Right-of-use assets		20,011	25,260
Investment Property		102,260	102,260
Long term investments		198,689	199,862
Long term deposits		10,901	10,901
Long term loans and advances		4,353	2,965
		3,453,485	3,494,121
Current assets			
Stores and spares		1,191,404	1,388,382
Stock-in-trade		2,476,934	2,089,158
Trade debts - unsecured		568,549	569,636
Short term investment - unsecured		-	49,930
Short term loan to a related party		19,990	19,990
Loans, advances, deposits, prepayments and Other Receivable		94,861	88,763
Tax refunds due from government		14,735	14,735
Cash and bank balances		1,044,304	252,206
		5,410,777	4,472,800
Total assets		8,864,262	7,966,921

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.


MOHAMMED YASIN FECTO
 CHIEF EXECUTIVE


JAMIL AHMED KHAN
 DIRECTOR


ABDUL WAHAB
 CHIEF FINANCIAL OFFICER



**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

	Note	September 2025 Rupees in thousand	(Restated) September 2024
Sales revenue - net	6	3,561,314	2,875,038
Cost of sales		(2,899,525)	(2,212,342)
Gross profit		661,789	662,696
Administrative expenses		(126,719)	(110,206)
Distribution costs		(33,838)	(35,894)
		(160,557)	(146,100)
Finance costs		(25,833)	(53,169)
Other expenses		-	(4,265)
Operating Profit		475,399	459,162
Share of loss from associate		(1,173)	(21,642)
Other income		26,478	18,554
Profit before levies and taxation		500,704	456,074
Levies		(79,153)	(24,099)
Profit before taxation		421,551	431,975
Taxation		(213,771)	(203,596)
Profit after taxation		207,780	228,379
Other comprehensive income		-	-
Total Comprehensive income		207,780	228,379
<hr/>			
----- (Rupees) -----			
Earning per share - basic and diluted		4.14	4.55

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.



Mohammed Yasin Fecto
MOHAMMED YASIN FECTO
CHIEF EXECUTIVE

Jamil Ahmed Khan
JAMIL AHMED KHAN
DIRECTOR

Abdul Wahab
ABDUL WAHAB
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

	Issued, Subscribed & Paid up capital	General Reserve	Revenue Reserves Unappropri- ated Profit	Capital Reserves Share of other comprehensive income of associate	Total
	(Rupees in thousands)				
Balance as at June 30, 2024 (Restated & Audited)	501,600	550,000	2,891,238	(22)	3,942,816
Total comprehensive income for the three months ended September 30, 2024					
Profit after taxation	-	-	228,379	-	228,379
Other Comprehensive income	-	-	-	-	-
	-	-	228,379	-	228,379
Balance as at September 30, 2024 (Un-Audited & Restated)	<u>501,600</u>	<u>550,000</u>	<u>3,119,617</u>	<u>(22)</u>	<u>4,171,195</u>
Balance as at June 30, 2025 (Audited)	501,600	550,000	3,499,930	(2,113)	4,549,417
Total comprehensive income for the three months ended September 30, 2025					
- Profit after taxation	-	-	207,780	-	207,780
- Other comprehensive income	-	-	-	-	-
	-	-	207,780	-	207,780
Balance as at September 30, 2025 (Un-Audited)	<u>501,600</u>	<u>550,000</u>	<u>3,707,710</u>	<u>(2,113)</u>	<u>4,757,197</u>

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.


MOHAMMED YASIN FECTO
CHIEF EXECUTIVE


JAMIL AHMED KHAN
DIRECTOR


ABDUL WAHAB
CHIEF FINANCIAL OFFICER



Interim Report September 30, 2025

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

		September 30	
	Note	2025	2024
		Rupees in thousand	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before levies and taxation		500,704	456,074
Adjustments for:			
- Finance costs		25,833	53,169
- Depreciation on property, plant and equipment		35,062	25,332
- Depreciation on right-of-use assets		5,247	6,407
- Amortization		353	-
- Amortization of deferred government grant		(8,751)	(10,232)
- Share of loss from associate		1,173	21,642
- Interest income		(15,635)	(1,247)
- Loss on disposal of property, plant and equipment		(1,313)	-
		41,969	95,071
Operating Profit before working capital changes		542,673	551,145
Working capital changes			
Decrease / (Increase) in current assets			
- Stores and spares		196,978	(142,910)
- Stock-in-trade		(387,776)	(404,133)
- Trade debts		1,087	96,957
- Loans, advances, deposit and prepayment		(3,859)	23,011
- Sales tax refundable		-	(35,661)
Increase / (Decrease) in current liabilities			
Trade and other payables		747,013	(20,323)
		553,443	(483,059)
Cash generated from operations		1,096,116	68,086
Income tax paid		(27,620)	(3,632)
Long term loan and advances		(1,388)	(478)
Cash generated from operating activities		1,067,108	63,976
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		-	(11,917)
Repayment of Principal from long term investment		49,930	-
Interest received		13,396	4,190
Proceeds from disposal of property, plant and equipment		1,500	-
Net cash generated from / (used in) investing activities		64,826	(7,727)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liability (principal portion)		(2,192)	(1,426)
Repayment of Long term financing (principal portion)		(39,006)	(57,459)
Finance cost paid		(21,414)	(52,857)
Short Term Borrowings - net		-	200,000
Net cash (used in) / generated from financing activities		(62,612)	88,258
Net increase in cash and cash equivalents		1,069,322	144,507
Cash and cash equivalents as at beginning of the period		(82,206)	(404,266)
Cash and cash equivalents as at end of the period	7	987,116	(259,759)

The annexed notes from 1 to 10 form an integral part of these condensed interim financial statements.




MOHAMMED YASIN FECTO
CHIEF EXECUTIVE


JAMIL AHMED KHAN
DIRECTOR


ABDUL WAHAB
CHIEF FINANCIAL OFFICER

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

1. INTRODUCTION

1.1 Legal status of the Company

Fecto Cement Limited ('the Company') was incorporated in Pakistan on February 28, 1981 as a public limited company under the repealed Companies Act, 1913 (repealed with the enactment of the Companies Ordinance, 1984 on October 8, 1984 and subsequently by the Companies Act, 2017 on May 30, 2017). The shares of the Company are quoted on Pakistan Stock Exchange Limited.

1.2 Location of the registered office and the manufacturing facilities

Registered office:

The Company's registered office is situated at Plot # 60-C, Khayaban-Shahbaz, Phase-VI, Defense Housing Authority, Karachi-75500.

Manufacturing facility:

The Company's manufacturing facility is situated at Sangjani Village Sangjani, Islamabad-4400.

1.3 Principal business activity

The principal activity of the Company is production and sale of ordinary portland cement.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These Condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Accounting and reporting standards comprise of:

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act);
- Provisions of, and directives issued under, the Companies Act, 2017.

Where the provisions of, and the directives issued under, the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of, and directives issued under, the Companies Act, 2017 have been followed.

Interim Report September 30, 2025

These condensed interim financial statements do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2025.

2.2 Basis of measurement of items in these financial statements

Items in these condensed interim financial statements have been measured at their historical cost except for long term investment in unquoted ordinary shares of M/s. Frontier Paper Products(Private) Limited which is carried under the equity method of accounting.

2.3 Functional and presentation currency

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

2.4 Use of estimates and judgments

In preparing these condensed interim financial statements, management has made judgements and estimates that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

3. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The material accounting policies applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2025.

	Un-Audited September 30, 2025	Audited June 30, 2025
	— Rupees in thousand —	
4. LONG TERM FINANCING FROM A BANKING COMPANY - secured		
Financing under SBP schemes		
Financing Scheme for Renewable Energy	186,838	204,148
Temporary Economic Refinance Facility (TERF)	309,699	322,781
	<u>496,537</u>	<u>526,929</u>
Other financing arrangements		
Diminishing Musharaka	36,927	35,629
	<u>533,464</u>	<u>562,558</u>

5. CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

5.1.1 Contingent liabilities existing as at the reporting date



Interim Report September 30, 2025

5.1.1.1 There were no change in the status of contingencies at the period end as disclosed in the annual audited financial statements for the year ended June 30, 2025.

		Un-Audited September 30, 2025	Audited June 30, 2025
		— Rupees in thousand —	
5.2	Commitments		
	As of the reporting date, the outstanding financial commitments of the company were as follows:		
	-in respect of import of stores and spares	45,614	79,549
	- Letter of guarantee in favour of Sui Northern Gas Pipeline Limited (SNGPL)	-	-
		<u>45,614</u>	<u>79,549</u>
	Note	Un-Audited Three months ended September 30, 2025	2024
		— Rupees in thousand —	
6.	SALES REVENUE - net		
	Revenue from Local Sales	6.1 3,528,412	2,787,343
	Revenue from Export Sales	6.2 32,902	87,695
		<u>3,561,314</u>	<u>2,875,038</u>
6.1	Revenue from Local Sales		
	Sales of goods to local customers - gross	5,597,196	4,179,558
	Less: Trade Discount	(121,971)	(32,969)
	Excise duty	(960,471)	(648,031)
	Sales tax	(986,342)	(711,215)
		<u>(2,068,784)</u>	<u>(1,392,215)</u>
		<u>3,528,412</u>	<u>2,787,343</u>
6.2	Revenue from Export Sales		
	Sales of goods to foreign customers	32,902	87,695
	Export Rebate	-	-
		<u>32,902</u>	<u>87,695</u>

	Note	Un-Audited September 30, 2025 — Rupees in thousand —	Un-Audited September 30, 2024
7. CASH AND CASH EQUIVALENTS			
Cash and bank balances		1,044,304	388,942
Short term borrowings - running finance		(57,188)	(648,701)
		987,116	(259,759)

8. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of Frontier Papers Products (Private) Limited, Fecto Cement Nooriabad (Private) Limited, key management personnel of the Company and directors and their close family members and staff provident fund. Transactions with related parties during the year other than those disclosed elsewhere in these condensed interim financial statements are as follows:

Name of the related party	Basis of relationship with the party	Particulars	Un-audited September 30 2025 Rupees in thousand	2024
Frontier Paper Products (Private) Limited	Associated Company	Purchases made	163,300	211,338
		Payments made	156,627	156,627
		Interest charged	660	1,108
		Loan Repaid	-	-
Directors and Key Management Personnel	Other related party	Remuneration and Meeting Fee	161,554	72,084
Staff Provident Fund	Other related party	Contribution to employees' provident fund	9,352	7,366
			Un-Audited September 30, 2025 — Rupees in thousand —	Audited June 30, 2025
Balance at the end of the period / year				
Frontier Paper Products (Private) Limited	Associated Company	Balance payable	36,716	29,736
		Interest outstanding	1,804	1,144
		Loan outstanding	19,990	19,990
Key Management Personnel	Other related party	Loan receivable	4,289	2,189
Staff Provident Fund	Other related party	Balance Payable	5,044	-



9. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

The carrying amounts of all financial assets and liabilities reflected in the financial statements approximate their fair values.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Fair values of assets that are traded in active markets are based on quoted market prices. For all other assets the Company determines fair values using valuation techniques unless the instruments do not have a market \ quoted price in an active market and whose fair value cannot be reliably measured.

	September 30, 2025(Un-audited)		
	Level 1	Level 2	Level 3
	Rupees in '000'		
Investment in privately placed TFCs	-	-	-
Investment property	-	-	336,500
	June 30, 2025 (Audited)		
	Level 1	Level 2	Level 3
	Rupees in '000'		
Investment in privately placed TFCs	-	49,930	-
Investment property	-	-	336,500

10. GENERAL

10.1 Date of authorization of these condensed interim financial statements

These condensed interim financial statements were authorised for issue by the Board of Directors of the Company in their meeting held on October 27, 2025.

10.2 Level of rounding

Figures in these condensed interim financial statements have been rounded off to the nearest thousand rupees.



MOHAMMED YASIN FECTO
CHIEF EXECUTIVE



JAMIL AHMED KHAN
DIRECTOR



ABDUL WAHAB
CHIEF FINANCIAL OFFICER



Plot # 60-C, Khayaban-e-Shahbaz, Phase VI, Defence Housing Authority
Karachi-75500, Pakistan.
Phone Nos. (+ 92 21) 35248921-24 | Fax: (+ 92 21) 35248925
website: www.fectogroup.com