

February 11, 2026

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

SUBJECT: FINANCIAL RESULTS FOR THE HALF YEAR ENDED DECEMBER 31, 2025

Dear Sir,

This is to inform you that the Board of Directors of the Company in their meeting held on February 11, 2026 at 02:30 pm recommended the following:

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

The financial results of the Company for the half year ended December 31, 2025 are enclosed.

The report for the half year ended December 31, 2025, will be transmitted electronically through PUCARS within the specified timeframe.

Yours Sincerely,



Salman Gogan
Company Secretary

Encl: as above

c.c

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

POWER CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

	Note	(Unaudited) December 31, 2025	(Audited) June 30, 2025
(Rupees in '000)			
ASSETS			
Non-current assets			
Property, plant and equipment	5	33,503,469	33,682,318
Right-of-use asset		73,032	83,465
Long-term investment	6	-	21,589
Deferred tax asset	7	2,407,119	2,751,777
Long-term deposits		62,069	62,069
		<u>36,045,689</u>	<u>36,601,218</u>
Current assets			
Inventories	8	2,493,784	2,056,194
Stores, spares and loose tools	9	3,427,915	3,828,520
Trade receivables - considered good	10	875,419	343,571
Advances and other receivables		854,160	576,269
Taxation - payments less provision		69,563	659,995
Derivative financial asset		947,327	1,474,289
Trade deposits and short-term prepayments		102,075	157,242
Tax refund due from government - sales tax		303,276	346,079
Short-term investments	11	312,856	140,457
Cash and bank balances	12	2,210,641	1,496,175
		<u>11,597,016</u>	<u>11,078,791</u>
TOTAL ASSETS		<u>47,642,705</u>	<u>47,680,009</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital			
Ordinary shares	13	12,917,330	12,905,237
Cumulative preference shares		733,464	742,534
		<u>13,650,794</u>	<u>13,647,771</u>
Reserves			
Capital reserve			
Share premium		739,493	739,493
Difference on conversion of cumulative preference shares into ordinary shares		(570,797)	(567,774)
Revenue reserve			
Accumulated loss		(3,628,826)	(5,290,233)
		(3,460,130)	(5,118,514)
Contribution from associated undertakings	14	13,900,000	15,000,000
TOTAL EQUITY		<u>24,090,664</u>	<u>23,529,257</u>
LIABILITIES			
Non-current liabilities			
Long-term financing - secured	15	10,296,259	12,601,197
Long-term trade payables	16	-	-
Long-term lease liability		75,106	83,394
Staff retirement benefits		385,298	356,996
		<u>10,756,663</u>	<u>13,041,587</u>
Current liabilities			
Trade and other payables		3,822,045	2,941,878
Contract liabilities		732,788	1,184,278
Unclaimed dividend		126	126
Accrued mark-up		1,009,256	1,085,284
Short-term financing - secured	17	4,635,212	4,311,176
Current portion of long-term lease liability		15,792	12,900
Current portion of long-term financing	15	2,580,159	1,573,523
		<u>12,795,378</u>	<u>11,109,165</u>
TOTAL LIABILITIES		<u>23,552,041</u>	<u>24,150,752</u>
Contingencies and commitments			
TOTAL EQUITY AND LIABILITIES	18	<u>47,642,705</u>	<u>47,680,009</u>

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME - UNAUDITED
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Note	Half year ended		Quarter ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
(Rupees in '000)					
Revenue from contracts with customers	19	16,460,134	13,822,103	8,645,780	8,774,613
Cost of sales		(10,478,501)	(10,075,593)	(5,373,293)	(6,266,460)
Gross profit		5,981,633	3,746,510	3,272,487	2,508,153
Selling and distribution expenses	20	(1,625,951)	(1,367,212)	(959,432)	(930,429)
Administrative expenses		(383,578)	(289,906)	(227,201)	(165,824)
Impairment loss on trade receivables		(5,984)	(12,021)	(5,984)	(12,021)
Other (expense) / income - net	21	(238,934)	26,292	(110,804)	23,803
		(2,254,447)	(1,642,847)	(1,303,421)	(1,084,471)
Profit from operations		3,727,186	2,103,663	1,969,066	1,423,682
Finance income		17,324	14,481	7,097	7,319
Finance cost		(996,508)	(1,903,717)	(481,580)	(787,656)
Finance income / (cost) - net		(979,184)	(1,889,236)	(474,483)	(780,337)
Profit before taxation and levy		2,748,002	214,427	1,494,583	643,345
Levy		(206,353)	(46,328)	(182,133)	(32,837)
Profit before taxation		2,541,649	168,099	1,312,450	610,508
Taxation	22	(880,242)	(135,730)	(455,402)	(85,984)
Profit after taxation and levy		1,661,407	32,369	857,048	524,524
Other comprehensive income / (loss):					
Items that are or may be reclassified subsequently to profit or loss					
Changes in fair value of cash flow hedges		(526,961)	(353,105)	(7,097)	(100,759)
Adjustment for amounts transferred to profit or loss		526,961	353,105	7,097	(60,479)
		-	-	-	(161,238)
Related deferred tax		-	-	-	62,883
Hedging reserve		-	-	-	(98,355)
Total comprehensive income for the period		1,661,407	32,369	857,048	426,169
(Rupees)					
Earnings / (loss) per share					
- Basic	23.1	1.25	(0.15)	0.65	0.40
- Diluted	23.2 & 23.3	1.20	(0.15)	0.62	0.40

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - UNAUDITED
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Share Capital		Difference on conversion of cumulative preference shares into ordinary shares	Capital reserve		Revenue reserve		Contribution from associated undertakings (note 14)	Total Equity
	Issued, subscribed and paid up capital			Share premium	Accumulated loss				
Balance as at July 1, 2024	13,201,175	(121,178)	739,493	(6,100,369)	11,700,000		19,419,121		
Contribution received - net	-	-	-	-	4,950,000		4,950,000		
Cumulative preference shares of Rs.10 each converted into 1.333 Ordinary Shares of Rs.10 each during the period	197,875	(197,875)	-	-	-		-		
	197,875	(197,875)	-	-	4,950,000		4,950,000		
Total comprehensive income for the period Profit for the period	-	-	-	32,369	-		32,369		
Balance as at December 31, 2024	13,399,050	(319,053)	739,493	(6,068,000)	16,650,000		24,401,490		
Balance as at July 1, 2025	13,647,771	(567,774)	739,493	(5,290,233)	15,000,000		23,529,257		
Contribution repaid - net	-	-	-	-	(1,100,000)		(1,100,000)		
Cumulative preference shares of Rs.10 each converted into 1.333 Ordinary Shares of Rs.10 each during the period	3,023	(3,023)	-	-	-		-		
	3,023	(3,023)	-	-	(1,100,000)		(1,100,000)		
Total comprehensive income for the period Profit for the period	-	-	-	1,661,407	-		1,661,407		
Balance as at December 31, 2025	13,650,794	(570,797)	739,493	(3,628,826)	13,900,000		24,090,664		

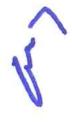
(Rupees in '000)

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.


Chief Financial Officer



Chief Executive



Director

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POWER CEMENT LIMITED

**CONDENSED INTERIM STATEMENT OF CASH FLOWS - UNAUDITED
FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Note	December 31, 2025	December 31, 2024
(Rupees in '000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	24	4,024,197	3,753,490
Gratuity paid		(29,043)	(15,410)
Leave encashment paid		(2,924)	(3,735)
Income tax and levies paid		(151,507)	(221,647)
Deposits paid		-	(7,600)
Finance cost paid - Islamic		(1,003,996)	(2,326,627)
Finance cost paid - Conventional		(6,474)	(63,596)
		(1,193,944)	(2,638,615)
Net cash generated from operating activities		2,830,253	1,114,875
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure - operations		(280,119)	(438,124)
Proceeds from sale of property, plant and equipment		374	1,436
Proceeds from realization of long term investment		-	2,917
Short-term investments made		(150,000)	(850,000)
Finance income received		12,084	13,725
Net cash used in investing activities		(417,661)	(1,270,046)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long-term financing		(811,761)	(756,360)
Repayment of long-term trade payables		(96,065)	(95,870)
Lease rentals paid		(14,336)	(20,201)
Proceeds from short-term financing		18,574,317	12,388,228
Repayment of short-term financing		(18,108,669)	(11,363,228)
(Repayment to) / Contribution from associated undertakings - net		(1,100,000)	4,950,000
Net cash (used in) / generated from financing activities		(1,556,514)	5,102,569
Net increase in cash and cash equivalents		856,078	4,947,398
Cash and cash equivalents at beginning of the period		1,235,232	(4,415,599)
Cash and cash equivalents at end of the period	25	2,091,310	531,799

The annexed notes from 1 to 28 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

The Board of Directors of your Company present herewith their review on the financial and operational performance of the Company for the half year ended December 31, 2025.

Economic Overview

Pakistan's economy continued to stabilize during the first half of FY-2025-26, supported by stable external inflows, and improved fiscal discipline. Reflecting these improvements, the International Monetary Fund (IMF) revised Pakistan's GDP growth forecast for FY-2025-26 upward to 3.2% in December 2025.

Overall, improving performance across key sectors indicates a gradual strengthening of economic conditions. Stable inflation, enhanced fiscal management, and rising industrial activity are supporting growth, while continued reform momentum remains essential to sustaining macroeconomic stability.

Industry Overview

Pakistan's cement industry showed early signs of recovery during the first half of FY-2025-26, with domestic dispatches increasing by 13.11% after three years of contraction, supported by higher public sector development activity and improving private sector sentiment. This recovery was partially offset by a 3.73% decline in exports, largely due to regional and geopolitical constraints.

In the North Zone, domestic dispatches grew by 14.67%, while export dispatches declined by 18.53%; nevertheless, total dispatches increased by 12.68%, driven by strong local demand. The South Zone recorded modest growth, with domestic dispatches rising by 5.22% and exports remaining broadly stable, resulting in an overall dispatch increase of 2.39%.

Looking ahead, cement demand is expected to grow moderately, supported by higher development spending and housing incentives. While low utilization may weigh on near-term profitability, pricing discipline and ongoing industry consolidation are expected to support margins and enhance sector stability.

Production & Sales Performance

The production and sales statistics for the half year ended December 31, 2025 compared to the corresponding period are as follows:

Production	Half Year Ended		
	December 31, 2025	December 31, 2024	Variance
	In Tons		
Clinker production	1,125,926	1,098,038	2.54%
Cement production	884,626	794,920	11.28%

Sales Volume	Half Year Ended		
	December 31, 2025	December 31, 2024	Variance
	In Tons		
Clinker & Cement dispatches (Local)	705,619	640,038	10.24%
Clinker dispatches (Export)	307,408	274,388	12%
Cement dispatches (Export)	214,707	193,811	10.78%
Total	1,227,734	1,108,237	

Financial Performance

An analysis of the key financial results of your Company for the half year ended December 31, 2025 is as under:

Particulars	Half Year Ended	
	December 31, 2025	December 31, 2024
	Rs. ' 000 '	
Net Sales Revenue	16,460,134	13,822,103
Gross Profit	5,981,633	3,746,510
EBITDA	4,196,212	2,558,907
Operating Profit	3,727,186	2,103,663
Finance Cost -Net	979,184	1,889,236
Profit Before Taxation and Levy	2,748,002	214,427
Profit After Taxation and Levy	1,661,407	32,369
EPS - Basic	1.25	(0.15)
EPS - Diluted	1.20	(0.15)

During the half year ended December 31, 2025, the Company delivered a strong improvement in financial performance compared to the corresponding period last year, reflecting higher dispatch volumes, improved margins, and lower finance costs.

Net sales revenue increased by 19% to Rs. 16.46 billion from Rs. 13.82 billion. This growth, combined with effective cost management, led to a significant improvement in profitability. Gross profit increased by 60% to Rs. 5.98 billion, resulting in improved margins driven by operational efficiencies and favorable cost trends.

EBITDA increased by 64% to Rs. 4.20 billion from Rs. 2.56 billion, while operating profit increased by 77% to Rs. 3.73 billion, reflecting a marked strengthening of the Company's core operating performance.

Net finance costs declined substantially by 48% to Rs. 0.98 billion, primarily due to lower interest rates, reduced borrowings, and improved financial management. In addition, owing to sponsors' support, classified as "Contribution from Associated Undertakings", the Company deferred mark-up obligations, resulting in a significant reduction in mark-up expense and related cash outflows during the half year.



Power Cement Limited

Profit after taxation and levy improved significantly to Rs. 1,661 million, compared to Rs. 32 million in the corresponding period last year. Earnings per share turned positive at Rs. 1.25 (basic) and Rs. 1.20 (diluted), compared to a loss of Rs. 0.15 per share last year, underscoring the Company's turnaround and strengthening financial position.

Future Outlook

The Company's strong performance underpins a positive outlook. Cement industry is expected to benefit from higher infrastructure spending, improving private construction activity, and easing financing conditions. While energy costs remain elevated, efficiency measures and lower finance costs are expected to provide relief. In addition, the Company's 7.5 MW wind energy project, being implemented on a rental model similar to the solar project, is progressing as planned and is expected to become operational during the last quarter of FY 2025-26, which will further support cost optimization and sustainability objectives.

The Company's sustained profitability and sequential improvement have strengthened shareholder value and reinforced its resilient position. With GDP growth projected at 3.2%, supported by public sector development and housing initiatives, operating conditions are likely to improve. Pricing discipline and industry consolidation are expected to support margins, enabling the Company to focus on sustainable growth and long-term value creation.

Acknowledgement

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

For and on behalf of the Board of Directors

Muhammad Kashif
Chief Executive Officer

Muhammad Arif Habib
Chairman

February 11, 2026
Karachi