



***METROPOLITAN STEEL  
CORPORATION LIMITED***

***CONDENSED INTERIM STATEMENT OF  
FINANCIAL STATEMENT REVIEWED  
(UN-AUDITED) FOR THE HALF YEAR  
ENDED DECEMBER 31 2025***



## COMPANY PROFILE

### Board of Directors

Mr. Mehmood Ali Mehkri	Non-Executive	Chairman
Mr. Muhammad Umar Mehkari	Executive	Chief Executive
Mr. Abdul Rahim Suriya	Independent Director/Non Executive	Director
Mr. Tahir Mahmood	Independent Director/Non Executive	Director
Mrs Uzma Mehmood Mehkri	Non-Executive	Director
Mrs. Sara Mehkri	Non-Executive	Director
Mrs. Saba Mehkri	Executive	Director

### Audit Committee

Mr. Tahir Mahmood	Independent Director/Non Executive	Chairman
Mrs. Sara Mehkri	Non-Executive	Member
Mrs. Uzma Mehmood Mehkri	Non-Executive	Member

### HR & Remuneration Committee

Mr. Abdul Rahim Suriya	Independent Director/Non Executive	Chairman
Mr. mehmood Ali Mehkri	Non-Executive	Member
Mrs. Saba Mehkri	Executive	Member

### Nomination Committee

Mrs. Sara Mehmood Mehkri	Non-Executive	Chairman
Mr. mehmood Ali Mehkri	Non-Executive	Member
Mrs. Uzma Mehmood Mehkri	Non-Executive	Member

### Risk Management Committee

Mrs. Saba Mehkri	Executive	Chairman
Mr. mehmood Ali Mehkri	Non-Executive	Member
Mrs. Uzma Mehmood Mehkri	Non-Executive	Member

### Company Secretary

Mr. Abul Mojahid

### Auditors

Reanda Haroon Zakaria Aamir Salman Rizwan & Company  
Chartered Accountants.

### Registere/ Head Office

Plot No: H.E 1/2, Landhi Industrial area  
Karachi.

## DIRECTORS' REPORT TO THE MEMBERS FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2025

The Board of Directors of the Company present their Report and the reviewed condensed interim financial statements of the Company for the half year ended December 31, 2025.

Your Company reported Net Sales 49.302 million with a Net loss of 11.356 million before tax in the half year ended December 31, 2025.

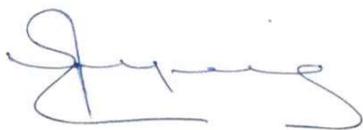
*Key financial highlights of the Company are as follows:*

	----- Rs. '000' -----	
	December 31	December 31
	2025	2024
Net Sales	49,302	52,387
Gross Loss	(3,623)	(9,482)
Operating Loss	(11,933)	(18,900)
Loss before tax	(11,536)	(17,624)
Loss Profit after tax	(12,834)	(17,356)

### Acknowledgement

The Board expresses its gratitude to all the valued stakeholders including respected shareholders, valued customers, financial institutions and suppliers for their confidence and support. The Board would also like to thank the management and employees for their sincere contributions and tireless efforts in driving the Company on the path of growth.

For and on behalf of the Board of Directors



**Muhammad Umar Mehkari**  
Chief Executive Officer

**Date : February 11, 2025**  
**Place : Karachi**

**TO THE MEMBERS OF  
METROPOLITAN STEEL CORPORATION LIMITED  
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

***Introduction***

We have reviewed the accompanying condensed interim statement of financial position of **Metropolitan Steel Corporation Limited** (“the Company”) as at December 31, 2025 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the “interim financial statements”). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

***Scope of Review***

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

***Basis for Qualified Conclusion***

We were unable to complete our review of recoverability of trade debts amounting to **Rs.24.17** million and alternative review procedures could also not be performed on these balances due to the non-availability of management’s assessment and supporting records. Further, we were unable to complete our review of unclaimed dividends, lease liabilities and markup accrued amounting to **Rs. 1.27 million, Rs. 21.22 million, and Rs. 3.75 million** respectively included in the interim financial information.

Had we been able to complete our review of these balances, matters might have come to our attention indicating that adjustments might be necessary to the interim financial information.

***Qualified Conclusion***

Except for the adjustments to the interim financial statements that we might have become aware of had it not been for the situation described above, based on our review, nothing has come to the attention that causes us to believe that the interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

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**Reanda Haroon Zakaria Aamir Salman Rizwan & Company**

Chartered Accountants

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Other offices at:

Lahore and Islamabad

### ***Material Uncertainty relating to Going Concern***

We draw attention to Note 1.2 to the accompanying financial statements, which indicates that the Company has incurred a gross loss of **Rs. 3.62 million** (December 31, 2024: gross loss of Rs. 9.48 million) and has incurred operating loss amounting to **Rs. 11.93 million** (December 31, 2024: operating loss Rs. 18.90 million) and its accumulated losses stood at **Rs.123.35 million** (June 30, 2025: Rs.113.41) million along with management's reasons for preparing these interim financial statements on going concern basis. These conditions along with other matters mentioned in note 1.2, indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

### ***Emphasis of Matter***

We draw attention to the fact that the interim financial statements are not authenticated by the Chief Financial Officer as required by the Companies Act, 2017 because the same was not appointed till the date of authorization of the accompanying interim financial statements.

Our conclusion is not qualified in respect of the above matter.

### ***Other matter***

The figures of the condensed interim statement of profit or loss and other comprehensive income for the three months ended December 31, 2025, and 2024 have not been reviewed as we are required to review only the cumulative figures for the six months period ended December 31, 2025.

The engagement partner on the review resulting in this report on interim financial statements is **Muhammad Farooq**.



**Reanda Haroon Zakaria Aamir Salman Rizwan & Company**  
**Chartered Accountants**

**Place:** Karachi

**Dated:** 12 Feb 2026

**UDIN:** RR202510127UMDAg3qLK

***METROPOLITAN STEEL CORPORATION LIMITED***  
***CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION***  
***AS AT DECEMBER 31, 2025***

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31,</i>	<i>June 30,</i>
		<i>2025</i>	<i>2025</i>
<u><b>ASSETS</b></u>	<i>Note</i>	<i>---- Rupees in '000' ----</i>	
<b>Non-Current Assets</b>			
Property, plant and equipment	5	798,564	806,568
Right-of-use assets	5.1	90	100
Long term deposits		3,209	3,209
Long term Investment		-	700
		<b>801,863</b>	<b>810,577</b>
<b>Current Assets</b>			
Stores, spare parts and loose tools		11,590	11,948
Stock in trade	6	4,172	14,450
Trade debts	7	32,724	26,557
Claims recoverable	8	-	-
Advances and other receivables		14,426	284
Short term investments	9	8,000	23,014
Tax refunds due from government - net	10	16,290	17,785
Interest receivable		70	333
Cash and bank balances	11	10,234	8,009
		<b>97,506</b>	<b>102,380</b>
		<b>899,369</b>	<b>912,957</b>
<b>Total Assets</b>			
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Share Capital and Reserves</b>			
<b>Authorized Capital</b>			
50,000,000 Ordinary shares of Rs. 10 each		<b>500,000</b>	<b>500,000</b>
Issued, subscribed and paid-up capital		<b>309,776</b>	<b>309,776</b>
<b>Revenue Reserves</b>			
General reserve		<b>80,500</b>	<b>80,500</b>
Accumulated losses		<b>(123,350)</b>	<b>(113,416)</b>
		<b>(42,850)</b>	<b>(32,916)</b>
Revaluation surplus on property, plant and equipment	12	<b>565,122</b>	<b>568,022</b>
		<b>832,048</b>	<b>844,882</b>
<b>Non-Current Liabilities</b>			
Deferred liabilities	13	<b>37,112</b>	<b>38,297</b>
<b>Current Liabilities</b>			
Trade and other payables	14	<b>3,801</b>	<b>3,370</b>
Markup accrued		<b>3,745</b>	<b>3,745</b>
Short term borrowings	15	<b>168</b>	<b>168</b>
Unclaimed dividends		<b>1,273</b>	<b>1,273</b>
Overdue portion of lease liabilities	16	<b>21,222</b>	<b>21,222</b>
		<b>30,209</b>	<b>29,778</b>
<b>Contingencies and Commitments</b>			
	17	<b>899,369</b>	<b>912,957</b>
<b>Total Equity and Liabilities</b>			
		<b>899,369</b>	<b>912,957</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

  
**Chief Executive Officer**

  
**Director**

**METROPOLITAN STEEL CORPORATION LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPERHENSIVE**  
**INCOME (UN-AUDITED)**  
**FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2025**

	Note	Half year ended		Quarter ended	
		December 31,		December 31,	
		2025	2024	2025	2024
----- Rupees in '000' -----					
Sales - net	18	49,302	52,387	26,347	20,429
Cost of sales		(52,925)	(61,869)	(26,619)	(27,598)
<b>Gross loss</b>		<b>(3,623)</b>	<b>(9,482)</b>	<b>(272)</b>	<b>(7,169)</b>
Administrative expenses	19	(8,288)	(9,409)	(4,478)	(4,070)
Selling and distribution costs		(22)	(9)	(22)	(5)
<b>Operating loss</b>		<b>(8,310)</b>	<b>(9,418)</b>	<b>(4,500)</b>	<b>(4,075)</b>
Finance cost		(211)	(188)	(41)	(159)
Other income		608	1,464	251	711
<b>Loss before income tax and minimum tax</b>		<b>(11,536)</b>	<b>(17,624)</b>	<b>(4,562)</b>	<b>(10,692)</b>
Minimum tax		(616)	(655)	(329)	(256)
<b>Loss before income tax</b>		<b>(12,152)</b>	<b>(18,279)</b>	<b>(4,891)</b>	<b>(10,948)</b>
Income Tax		(682)	923	(1,702)	462
<b>Loss after income taxation</b>		<b>(12,834)</b>	<b>(17,356)</b>	<b>(6,593)</b>	<b>(10,486)</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive loss for the period</b>		<b>(12,834)</b>	<b>(17,356)</b>	<b>(6,593)</b>	<b>(10,486)</b>
<b>Loss per share - basic and diluted (Re.)</b>	20	<b>(0.41)</b>	<b>(0.56)</b>	<b>(0.21)</b>	<b>(0.34)</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



Chief Executive Officer



Director

**METROPOLITAN STEEL CORPORATION LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2025**

	<i>Revenue Reserves</i>			<i>Revaluation surplus on property, plant and equipment</i>	<i>Total</i>
	<i>Issued, subscribed and paid-up capital</i>	<i>General reserve</i>	<i>Accumulated loss</i>		
----- <i>Rupees in '000'</i> -----					
<b>Balance as at July 1,2024 - (Audited)</b>	309,776	80,500	(105,512)	529,982	814,746
Loss for the year	-	-	(17,356)	-	(17,356)
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	(17,356)	-	(17,356)
<b>Revaluation net of tax</b>				-	-
Transfer on account of incremental depreciation - net of deferred tax (note 13)	-	-	2,259	(2,259)	-
<b>Balance as at December 31,2024 - (Un-Audited)</b>	<u>309,776</u>	<u>80,500</u>	<u>(120,609)</u>	<u>527,723</u>	<u>797,390</u>
<b>Balance as at July 1,2025 - (Audited)</b>	309,776	80,500	(113,416)	568,022	844,882
Loss for the period	-	-	(12,834)	-	(12,834)
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	(12,834)	-	(12,834)
Transfer on account of incremental depreciation - net of deferred tax (note 13)	-	-	2,900	(2,900)	-
<b>Balance as at December 31,2025 - (Un-Audited)</b>	<u>309,776</u>	<u>80,500</u>	<u>(123,350)</u>	<u>565,122</u>	<u>832,048</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



*Chief Executive Officer*



*Director*

**METROPOLITAN STEEL CORPORATION LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2025**

	<i>Un-Audited December 31, 2025</i>	<i>Un-Audited December 31, 2024</i>
	<i>----- Rupees in '000' -----</i>	
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Loss before taxation</b>	<b>(12,834)</b>	<b>(17,356)</b>
Adjustment for		
Depreciation	8,032	7,494
Impairment loss	358	
Finance cost	211	188
Interest income	(608)	(1,459)
Cash used in operation before working capital changes	<b>(4,841)</b>	<b>(11,133)</b>
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stock in trade	10,278	45,773
Trade debts	(6,167)	(7,782)
Advances & other receivables	(14,142)	(4,506)
Short term deposit	-	-
Sales tax - net	-	2,562
	<b>(10,031)</b>	<b>36,047</b>
<b>Increase / (Decrease) in current liabilities</b>		
Trade and other payables	431	(31)
<b>Cash (used in) / generated from operations after working capital changes</b>	<b>(9,600)</b>	<b>36,016</b>
<b>Net cash (used in) / generated from operating activities</b>	<b>(14,441)</b>	<b>24,883</b>
Finance cost paid	(211)	(188)
Taxes paid - net	310	(1,579)
<b>Net cash (used in) / generated from operating activities</b>	<b>(14,342)</b>	<b>23,116</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure incurred	(18)	(1,218)
Short term investments - net	15,014	(22,200)
Long term investment - net	700	-
Interest income received	871	1,557
Dividend received during the year	-	-
<b>Net cash generated from / (used in) investing activities</b>	<b>16,567</b>	<b>(21,861)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayments of short term borrowing	-	(3,419)
Repayment of short term borrowings	-	-
<b>Net cash used in financing activities</b>	<b>-</b>	<b>(3,419)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>2,225</b>	<b>(2,164)</b>
<b>Cash and cash equivalent at the beginning of the period</b>	<b>8,009</b>	<b>3,430</b>
<b>Cash and cash equivalent at the end of the period</b>	<b>10,234</b>	<b>1,266</b>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

  
 \_\_\_\_\_  
**Chief Executive Officer**

  
 \_\_\_\_\_  
**Director**

***METROPOLITAN STEEL CORPORATION LIMITED***  
***NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)***  
***FOR THE HALF YEARLY ENDED ON DECEMBER 31, 2025***

***1 LEGAL STATUS AND OPERATIONS***

- 1.1** Metropolitan Steel Corporation Limited (the Company) was incorporated on August 24, 1955 as a Public Limited Company. The shares of the Company are quoted on Pakistan Stock Exchange Limited. The Company is a manufacturer of steel products such as, mild and high carbon steel wires. The registered office of the Company is situated at Landhi Industrial Area, Plot # HE:1/2, Karachi, Sindh.
- 1.2** During the period ended December 31, 2025, the Company has incurred a gross loss of **Rs. 3.62 million** (December 31, 2024: gross loss of Rs. 9.48 million) and has incurred operating loss amounting to **Rs. 11.93 million** (December 31, 2024: operating loss Rs. 18.90 million) and its accumulated losses stood at **Rs.123.35 million** ( June 30, 2025: Rs.113.41) million.

These conditions indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

However, the management of the Company has prepared these condensed interim financial statements on going concern basis due to the following reasons:

- a)** The Company is trying to maintain and improve its business and production activities with the focus on strict control on cost of sales, exploring new ways of production with the reduced cost, improvisation of production facilities, increase in sale volume/sale prices by offering its products to various projects/retail companies. The current period results shows the reduction in gross loss and operating loss. The management believes that mismatch between cost and sales is temporary and is likely to reverse as economic and business environment of the country is improving and the Company will generate sufficient revenues and will be profitable in the subsequent years.
- b)** The Company has no bank liability and sponsors directors are committed to support the company, in shape of interest free loan, in case of working capital requirement arises.

***2 BASIS OF PREPARATION***

- 2.1** These condensed interim financial statements of the Company for the six months period ended December 31, 2025 have been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017 (The Act). In case where requirements differ, the provisions of or directives issued under the Act have been followed.
- 2.2** These condensed interim financial statements are unaudited but subject to limited scope review by auditors. These condensed interim financial statements do not include all of the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2025.
- 2.3** These condensed interim financial statements have been prepared under historical cost convention.

2.4 These condensed interim financial statements are presented in Pakistani Rupees, which is also the Company's functional currency. Figures in these condensed interim financial statements have been rounded off to the nearest rupee.

2.5 The comparative condensed interim statement of financial position presented has been extracted from annual financial statements for the year ended June 30, 2025, whereas the comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the unaudited condensed interim financial statements for the six months ended December 31, 2024.

### **3 MATERIAL ACCOUNTING POLICIES INFORMATION**

The 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 financial statements for the year ended June 30, 2025.

Certain standards, amendments and interpretations to the approved accounting standards are effective for accounting periods beginning on or after July 1, 2025 but are considered not to be relevant or have any significant effect on the Company's operation and are therefore not detailed in these condensed interim financial statements.

### **4 ESTIMATES**

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2025.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2025.

		(Un-audited) 2025 December 31	(Audited) 2025 June 30
	Note	-- Rupees in '000' --	
<b>5 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	5.1	<u>798,654</u>	<u>806,668</u>

**5.1 Operating fixed assets**

Particulars	Owned							Total	Right - of - use assets
	Leasehold land	Buildings on leasehold land	Plant and machinery	Equipment	Furniture, fixtures and fittings	Vehicles	Computers		Vehicles
----- Rupees in '000' -----									
<i>Year ended June 30, 2025</i>									
Opening net book value	495,600	118,939	138,986	12,317	111	64	27	766,044	125
Revaluation Surplus/Loss	12,390	(19,476)	61,967	-	-	-	-	54,881	-
Additions	-	-	-	229	85	-	21	335	-
Depreciation charged	-	(5,947)	(6,949)	(1,744)	(29)	(13)	(10)	(14,692)	(25)
<b>Net book value as at June 30, 2025</b>	<b>507,990</b>	<b>93,516</b>	<b>194,004</b>	<b>10,802</b>	<b>167</b>	<b>51</b>	<b>38</b>	<b>806,568</b>	<b>100</b>
<b>Additions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18</b>	<b>-</b>
Depreciation charged	-	(2,338)	(4,850)	(812)	(13)	(5)	(4)	(8,022)	(10)
<b>Net book value as at December 31, 2025</b>	<b>507,990</b>	<b>91,178</b>	<b>189,154</b>	<b>10,008</b>	<b>154</b>	<b>46</b>	<b>34</b>	<b>798,564</b>	<b>90</b>
<i>At December 31, 2025</i>									
Cost / revalued amount	507,990	119,248	224,073	16,480	3,624	4,119	1,206	876,740	3,069
Accumulated depreciation	-	(28,070)	(34,919)	(6,472)	(3,470)	(4,073)	(1,172)	(78,176)	(2,979)
<b>Net book value</b>	<b>507,990</b>	<b>91,178</b>	<b>189,154</b>	<b>10,008</b>	<b>154</b>	<b>46</b>	<b>34</b>	<b>798,564</b>	<b>90</b>
<b>Rate of depreciation %</b>	<b>-</b>	<b>5%</b>	<b>5%</b>	<b>15%</b>	<b>15%</b>	<b>20%</b>	<b>20%</b>	<b>-</b>	<b>20%</b>

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2025</i>	<i>2025</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>5.2 Property, plant and equipment</b>			
Depreciation charge for the period		<u>8,032</u>	<u>14,717</u>
<b>6 STOCK IN TRADE</b>			
Raw materials		713	5,203
Finished goods		<u>3,459</u>	<u>9,247</u>
		<u>4,172</u>	<u>14,450</u>
<b>7 TRADE DEBTS</b>			
Considered good		8,913	2,452
Considered doubtful	7.1	<u>24,166</u>	<u>24,461</u>
		<u>33,079</u>	<u>26,913</u>
Provision for doubtful debts		<u>(355)</u>	<u>(356)</u>
		<u>32,724</u>	<u>26,557</u>
<b>7.1</b> This represents amount receivable in respect of tower plant amounting to <b>Rs. 4.52 million</b> (June 30, 2025: Rs. 4.52 million) supplied to Multan Electric Power Company Limited bearing execution no 20/20 and <b>Rs. 19.55 million</b> (June 30, 2025: Rs. 19.55 million) receivable from WAPDA bearing suit no 1058/2014. As per the legal advisor in both of these matters there is no apparent threat of further litigation and the favorable outcome is expected. Accordingly, the Company has not made any provision in respect of the amounts in these financial statements.			
<b>8 CLAIMS RECOVERABLE</b>			
		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2025</i>	<i>2025</i>
	<i>Note</i>	<i>--- Rupees in '000' ---</i>	
Considered good	8.1	-	-
Considered doubtful	8.2	<u>199,994</u>	<u>199,994</u>
		<u>199,994</u>	<u>199,994</u>
Less: provision for doubtful debts		<u>(199,994)</u>	<u>(199,994)</u>
		<u>-</u>	<u>-</u>
<b>8.1</b> This represents amount recoverable in respect of excise duty paid by the Company on billets supplied by Pakistan Steel Mills Corporation (Private) Limited during the period commencing 1989-90 to 1991-92 pursuant to SRO 732(1)/89, which was challenged (Suit no. 745/1992) by the Company in the Honourable High Court of Sindh during 1992. The said suit was dismissed by the single Judge bench of Honourable High Court of Sindh on June 01, 2016. The Company has made appeal (HCA/308/2016) against the decision before the Honourable High Court of Sindh, which is pending till the issuance of these financial statements. Legal advisor is of the view that the matter will be decided strictly on merits. However, based on prudence, the Company has made a provision for the total amount.			

**9 SHORT TERM INVESTMENTS**

		<i>Un-Audited</i> <i>December 31</i> <i>2025</i>	<i>Audited</i> <i>June 30,</i> <i>2025</i>
	<i>Note</i>	--- Rupees in '000' ---	
<i>At fair value - through profit or loss</i>			
Units of mutual funds		-	14
<i>At amortized cost</i>			
TDR	9.1	8,000	23,000
		<u>8,000</u>	<u>23,014</u>

9.1 This includes TDR amounting to **Rs. 8.00 million** (June 2025: 8.00 million) having maturity of within a year carries markup at the rate of **8.15%** (June 30, 2025: 8.15%) per annum and is deposited in the bank as margin against bank guarantee issued in favor of Sui Southern Gas Company Limited by the bank.

**10 TAX REFUNDS DUE FROM GOVERNMENT - NET**

		<i>Un-Audited</i> <i>December 31</i> <i>2025</i>	<i>Audited</i> <i>June 30,</i> <i>2025</i>
	<i>Note</i>	----- Rupees in '000' -----	
Income tax - net		<u>16,290</u>	<u>17,785</u>

**11 CASH AND BANK BALANCES**

<i>Cash in hand</i>		-	-
<i>Cash at bank</i>			
- In current account		1,181	2,904
- In savings account	11.1	9,053	5,105
		<u>10,234</u>	<u>8,009</u>
		<u>10,234</u>	<u>8,009</u>

11.1 These carry markup at the rates between **2.56%** to **8%** (June 30, 2025: 7% to 8%) per annum. The deposits are placed with bank under Islamic banking arrangements.

**12 REVALUATION SURPLUS ON PROPERTY, PLANT AND EQUIPMENT**

		<i>Un-Audited</i> <i>December 31</i> <i>2025</i>	<i>Audited</i> <i>June 30,</i> <i>2025</i>
	<i>Note</i>	----- Rupees in '000' -----	
<i>Opening balance</i>		606,319	557,803
<i>Revaluation surplus during the year - net</i>			
Leasehold land		-	12,390
Building on leasehold land		-	(19,476)
Plant and machinery		-	61,967
		<u>606,319</u>	<u>612,684</u>
<i>Buildings on leasehold land and plant and machinery</i>			
Transferred to unappropriated profit in respect of incremental depreciation - net of deferred tax		(2,900)	(4,519)
Related deferred tax liability		(1,185)	(1,846)
		<u>(4,085)</u>	<u>(6,365)</u>
<i>Balance as at period end</i>		602,234	606,319
<i>Related deferred tax liability</i>	12.1	(37,112)	(38,297)
<i>Balance as at period end - net of deferred tax</i>		<u>565,122</u>	<u>568,022</u>

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2025</i>	<i>2025</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>12.1 Movement in deferred tax liability</b>			
<i>Opening balance</i>		<b>38,297</b>	27,821
Effect of revaluation surplus on property, plant and equipment - net		-	12,322
Transferred to unappropriated profit in respect of incremental depreciation		<b>(1,185)</b>	(1,846)
<b><i>Balance as at period end</i></b>		<b><u>37,112</u></b>	<b><u>38,297</u></b>
<b>13 DEFERRED LIABILITIES</b>			
Deferred tax liability - net	13.1	<b><u>37,112</u></b>	<b><u>38,297</u></b>
<b>13.1 Deferred tax liability - net</b>			
<b><i>Deductible temporary differences</i></b>			
Provisions for stores, spares and loose tools		<b>(9,443)</b>	(9,339)
Provisions for claims recoverable		<b>(57,998)</b>	(57,998)
Provisions for Bad debts		<b>(103)</b>	(103)
Liabilities against assets subject to finance lease		<b>(6,154)</b>	(6,154)
Business losses		<b>(29,020)</b>	(28,987)
Unabsorbed tax depreciation		<b>(204,035)</b>	(203,587)
		<b>(306,753)</b>	(306,168)
<b><i>Taxable temporary differences</i></b>			
Accelerated tax depreciation		<b>31,119</b>	31,812
Revaluation surplus on property, plant and equipment		<b>37,112</b>	38,297
Deferred tax asset - net	13.2	<b>(238,522)</b>	(236,059)
Deferred tax asset not recognized		<b>275,634</b>	274,356
		<b><u>37,112</u></b>	<b><u>38,297</u></b>
<b>13.2</b> Deferred tax asset as at December 31, 2025 to the extent of <b>Rs. 275.63 million</b> (June 30, 2025: Rs. 274.36 million) has not been recognized as the Company does not expect to generate sufficient taxable profits in foreseeable future against which such benefits can be utilized.			
		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2025</i>	<i>2025</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	
<b>14 TRADE AND OTHER PAYABLES</b>			
Trade creditors		177	15
Accrued liabilities	14.1	<b>3,559</b>	2,890
Withholding tax payable		49	52
Advance from customers		<b>16</b>	413
		<b><u>3,801</u></b>	<b><u>3,370</u></b>
<b>14.1</b> Includes director's remuneration payable amounting to <b>Rs.0.77 million</b> (June 30, 2025: Rs.0.03 million).			

		<i>Un-audited</i>	<i>(Audited)</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2025</i>	<i>2025</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	

**15 SHORT TERM BORROWINGS**

From director - unsecured	15.1	<u>168</u>	<u>168</u>
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**15.1** Represents interest free loan obtained from director of the Company to meet the working capital requirements and is payable on demand.

**16 OVER DUE PORTION OF LEASE LIABILITIES**

		<i>Un-Audited</i>	<i>Audited</i>
		<i>December 31</i>	<i>June 30,</i>
		<i>2025</i>	<i>2025</i>
	<i>Note</i>	<i>----- Rupees in '000' -----</i>	

Over due portion of lease liabilities	16.1	<u>21,222</u>	<u>21,222</u>
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**16.1** Liabilities against assets subject to finance lease represent liabilities for vehicles acquired under finance lease agreements. Financing rates ranging from **14%** to **22%** (June 30, 2025: 14% to 22%) per annum have been used as discounting factors.

**17 CONTINGENCIES AND COMMITMENTS**

**17.1 Contingencies**

**17.1.1** The contingencies to which the Company is exposed are discussed in note 7.1 to these financial statements.

**17.1.2** Guarantee in favor of Sui Sothern Gas Company Limited issued by the Bank on behalf of the Company amounted to **Rs. 8.00 million** (June 30, 2025: Rs. 8.00 million) .

**17.2 Commitments**

There were no commitments binding on the Company as on the reporting date.

<i>Un-Audited</i>		<i>Un-Audited</i>	
<i>Half year ended</i>		<i>Quarter ended</i>	
<i>Dec-25</i>	<i>Dec-24</i>	<i>Dec-25</i>	<i>Dec-24</i>
<i>----- Rupees in '000'-----</i>			

**18 SALES - NET**

Sales	58,176	61,816	31,089	24,106
Less: sales tax	<u>(8,874)</u>	<u>(9,429)</u>	<u>(4,742)</u>	<u>(3,677)</u>
	<u>49,302</u>	<u>52,387</u>	<u>26,347</u>	<u>20,429</u>

	<i>Un-Audited</i>		<i>Un-Audited</i>	
	<i>Half year ended</i>		<i>Quarter ended</i>	
	<i>Dec-25</i>	<i>Dec-24</i>	<i>Dec-25</i>	<i>Dec-24</i>
	<i>----- Rupees in '000'-----</i>			
<b>19 ADMINISTRATIVE EXPENSES</b>				
Salaries, wages and other benefits	2,554	1,689	1,894	1,150
Chief executive officer and directors' remuneration	3,608	3,806	1,879	1,940
Utilities	119	87	119	41
Depreciation	87	82	43	41
Travelling and conveyance	87	58	44	45
Legal and Professional	912	3,178	130	431
Penalty	90	-	90	-
Entertainment	30	-	30	-
Donations	46	127	28	52
Advertisement	43	75	43	75
Auditors' remuneration	150	132	-	132
Fees and subscription	131	76	116	76
Impairment loss	358	-	-	-
Medical	3	-	3	-
Miscellaneous	70	99	59	87
	<b>8,288</b>	<b>9,409</b>	<b>4,478</b>	<b>4,070</b>
<b>20 LOSS PER SHARE</b>				
<i>- Basic and Diluted</i>				
Loss for the period	(12,834)	(17,356)	(6,593)	(10,486)
Weighted average number of ordinary shares	309,776	309,776	309,776	309,776
Loss per share - basic and diluted	<b>Re. (0.41)</b>	<b>(0.56)</b>	<b>(0.21)</b>	<b>(0.34)</b>

**21 TRANSACTIONS WITH RELATED PARTIES**

Related parties include major shareholders, associated undertakings, key management personnel and their close family members. Period end balances of related parties are disclosed in relevant notes to these condensed interim financial statements. Following transactions occurred during the period:

	<i>Un-Audited</i>	<i>Un-Audited</i>
	<i>December 31</i>	<i>December 31</i>
	<i>2025</i>	<i>2024</i>
	<i>----- Rupees in '000'-----</i>	
<b>Mr. Mehmood Ali Mehkari</b>		
Short term borrowings repaid during the year	-	3,753
Short term borrowings obtained during the period	-	335
<b>Mr. Umar Mehkari</b>		
Amount payable in respect of salary	778	1,628
<b>Remuneration to Directors and Chief executive officer</b>		
Remunerations to chief executive officer	1,500	1,500
Meeting fees paid/payable to directors	840	-
No remuneration has been paid to any director		

**22 SHARIAH COMPLIANCE DISCLOSURE**

As per the requirements of the fourth schedule to the Companies Act, 2017, companies listed on the Islamic Index shall disclose the following:

	-----Dec 2025-----		-----Jun 2025-----	
	<i>Conventional</i>	<i>Shariah Compliant</i>	<i>Conventional</i>	<i>Shariah Compliant</i>
	----- Rupees in '000 -----			
Long term investment	-	-	700	-
Short term investments	-	8,000	-	23,014
Bank balances	-	10,234	-	8,009
Accrued mark-up	3,745	-	3,745	-
Lease liabilities	21,222	-	21,222	-
Revenue	-	49,302	-	100,747
Income from financial asset	25	584	84	2,556
Markup receivable	-	70	84	249
Finance cost	-	211	-	205

**23 DATE OF AUTHORIZATION FOR ISSUE**

These condensed interim financial statements were authorized for issue on 11 Feb 2026 by the board of directors of the Company.



*Chief Executive Officer*



*Director*



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