FECTO
A NAME OF FAITH

FECTO CEMENT LTD.

Registered Office : Plot # 60 - C, Khayaban-e-Shahbaz, Phase VI, Defence Housing Authority, Karachi - 75500 Pakistan. *PBX* : (+9221) 35248921 - 22 - 23 & 24
E-mail : cement@fectogroup.com *Website* : www.fectogroup.com

FCL/SHD/047-2026/ 652

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

April 27, 2026

FINANCIAL RESULTS FOR THE QAURTER ENDED MARCH 31, 2026

This is to inform that Board of Directors of Fecto Cement Limited ("The Company") in their meeting held at on Monday, April 27, 2026 at 10:30 a.m., at Plot no. 60-C, Khayaban-e-Shahbaz, DHA Phase-VI, Karachi ("The Registered Office") has recommended the following.

i.	CASH DIVIDEND	Nil
ii.	BONUS SHARES	Nil
ii.	RIGHT SHARE	Nil
v.	ANY OTHER ENTITLEMENT / CORPORATE ACTION	Nil

The financial results of the Company consisting of (1) Statement of Financial Position; (2) Statement of Profit or Loss; (3) Statement of Comprehensive Income; (4) Statement of Changes in Equity; (5) Statement of Cash Flows and (6) Directors report are annexed.

We will be transmitting the quarterly report of the Company for the period ended March 31, 2026 through PUCARS separately, within specified time.

You may please inform the TREC holders of the Exchange accordingly.

Yours faithfully
For FECTO CEMENT LIMITED

(TARIQ IQBAL)
Company Secretary

Marketing Office: House No. 339, Main Peshawar Road, Chairing Cross Service Road, Near Roots International School, Westridge-1, Rawalpindi
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Fecto Cement Limited

Condensed Interim Statement of Financial Position
As at March 31, 2026

	Note	(Un-Audited) March 31 2026	Audited June 30 2025
		Rupees in '000'	
ASSETS			
Non-current assets			
Property, plant and equipment	4	**3,178,542**	3,140,182
Intangible Asset		**12,601**	12,691
Right-of-use assets	5	**9,517**	25,260
Investment Property		**8,576**	102,260
Long term investments		**233,482**	199,862
Long term deposits		**17,459**	10,901
Long term loans and advances		**4,042**	2,965
		3,464,219	3,494,121
Current assets			
Stores and spares		**1,938,598**	1,388,382
Stock-in-trade		**2,776,923**	2,089,158
Trade debts - unsecured		**611,626**	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		**84,922**	88,763
Tax refunds due from government		**114,271**	14,735
Cash and bank balances		**270,495**	252,206
		5,816,825	4,472,800
Total assets		**9,281,044**	7,966,921
EQUITY AND LIABILITIES			
Share capital and reserves			
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		**4,013,204**	3,499,930
		4,563,204	4,049,930
Capital Reserve			
Share of other comprehensive income of associate		**(2,113)**	(2,113)
		5,062,691	4,549,417
Non-current liabilities			
Long term financing from a banking company - secured		**480,132**	562,558
Lease Liability		**-**	139
Deferred income - Government grant		**49,425**	69,630
Deferred taxation		**293,943**	253,308
		823,500	885,635
Current Liabilities			
Trade and other payables		**2,512,203**	1,862,023
Short term borrowing - secured	6	**622,221**	384,412
Accrued mark-up		**11,321**	6,917
Unclaimed and unpaid dividend		**15,200**	14,658
Provision for taxation		**-**	21,384
Current maturity of long term financing - secured		**196,074**	194,533
Current maturity of lease liabilities		**10,126**	15,512
Current maturity of government grant		**27,708**	32,430
		3,394,853	2,531,869
Contingencies and commitments	7		
Total equity and liabilities		**9,281,044**	7,966,921

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

Chief Executive   **Director**   **Chief Financial Officer**

Fecto Cement Limited

Condensed Interim Statement of Profit and Loss and other Comprehensive Income (Un-Audited)
For the period ended March 31, 2026

		Nine Months Ended		Quarter ended	
		March 2026	March 2025 "Restated"	March 2026	March 2025 "Restated"
	Note	Rupees in '000'			
Sales revenue - net	8	**9,589,386**	8,143,805	**3,044,814**	2,541,603
Cost of sales	9	**(8,538,600)**	(6,782,137)	**(2,859,811)**	(2,376,472)
Gross profit		**1,050,786**	1,361,668	**185,003**	165,131
Administrative expenses		**(392,526)**	(326,981)	**(129,825)**	(96,100)
Distribution costs		**(108,621)**	(99,696)	**(33,314)**	(33,036)
		(501,147)	(426,677)	**(163,139)**	(129,136)
Finance costs		**(80,266)**	(145,203)	**(31,753)**	(37,037)
Other expenses		**(49,948)**	(54,857)	**277**	(1,637)
Operating Profit / (Loss)		**419,425**	734,931	**(9,612)**	(2,679)
Share of profit / (loss) from associate		**33,620**	(52,271)	7,737	(17,424)
Other income		**336,854**	116,996	15,215	64,505
Profit before levies and taxation		**789,899**	799,656	**13,340**	44,402
Levies		**-**	-	**-**	-
Profit before taxation		**789,899**	799,656	**13,340**	44,402
Taxation		**(176,305)**	(318,121)	**10,085**	(10,544)
Profit after taxation		**613,594**	481,535	**23,425**	33,858
		(Rupees)			
Earning per share - basic and diluted		**12.23**	9.60	**0.47**	0.68

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Chief Executive	Director	Chief Financial Officer

Fecto Cement Limited

Statement of Comprehensive Income
For the period ended March 31, 2026

	Nine months ended		Quarter ended	
	March 31, 2026	**March 31, 2025**	**March 31, 2026**	**March 31, 2025**
	Rupees in '000'			
Profit after taxation	**613,594**	**481,535**	23,425	33,858
Other comprehensive income				
Total comprehensive income for the period	613,594	481,535	23,425	33,858

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

Chief Executive **Director** **Chief Financial Officer**

Fecto Cement Limited

Condensed Interim Statement of Changes in Equity
For the period ended March 31, 2026

	Issued, subscribed and paid up capital	Revenue reserves		Share of other comprehensive income of associate	Total
		General reserve	Unappropriated profits		
	Rupees in '000'				
Balance as at June 30, 2024 (Restated & Audited)	501,600	550,000	2,891,238	(22)	3,942,816
Total comprehensive income for the nine months ended March 31, 2025					
Profit after taxation	-	-	481,535	-	481,535
Other Comprehensive income	-	-	-	-	-
	-	-	481,535	-	481,535
Balance as at March 31, 2025 (Un-Audited & Restated)	501,600	550,000	3,372,773	(22)	4,424,351
Balance as at June 30, 2025 (Audited)	**501,600**	**550,000**	**3,499,930**	**(2,113)**	**4,549,417**
Total comprehensive income for the nine months ended March 31, 2026					
- Profit after taxation	-	-	613,594	-	613,594
- Other comprehensive income	-	-	-	-	-
	-	-	613,594	-	613,594
Final Cash Dividend @ 20% for the year ended June 30, 2025	-	-	(100,320)	-	(100,320)
Balance as at March 31, 2026 (Un-Audited)	**501,600**	**550,000**	**4,013,204**	**(2,113)**	**5,062,691**

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

Chief Executive **Director** **Chief Financial Officer**

Fecto Cement Limited

Condensed Interim Statement of Cashflows (Un-Audited)
For the period ended March 31, 2026

	Note	March 2026	March 2025
CASH FLOWS FROM OPERATING ACTIVITIES		-----(Rupees in '000)-----	
			(Restated)
Profit before levies and taxation		**789,899**	799,656
Adjustments for:			
- Finance costs		**80,266**	145,203
- Depreciation on property, plant and equipment		**101,331**	77,527
- Depreciation on right-of-use assets		**15,741**	19,512
- Ammortization		**1,090**	-
- Amortization of deferred government grant		**(24,927)**	(29,419)
- Provision for worker's welfare fund		**7,956**	6,160
- Provision for Workers' Profit Participation Fund		**41,992**	44,432
- Stock write off		**-**	4,265
- Share of loss / (profit) from associate		**(33,620)**	52,271
- Interest income		**(33,024)**	(75,158)
- Gain on disposal of property, plant and equipment and Investment Property		**(270,740)**	(4,688)
		(113,935)	240,105
Operating Profit before working capital changes		**675,964**	1,039,761
Working capital changes			
Decrease / (Increase) in current assets			
- Stores and spares		**(550,216)**	69,175
- Stock-in-trade		**(687,765)**	(81,417)
- Trade debts		**(41,990)**	(31,681)
- Loans, advances, deposit and prepayment		**(269)**	(6,256)
- Sales tax refundable		**(80,698)**	(20,432)
(Decrease) in current liabilities			
Trade and other payables		**600,232**	(196,569)
		(760,706)	(267,180)
Cash (used in) / generated from operations		**(84,742)**	772,581
Income tax paid		**(175,894)**	(128,269)
Long term deposits		**(6,558)**	-
Long term loan and advances		**(1,077)**	(21,653)
Cash (used in) / generated from operating activities		**(268,271)**	622,659
CAH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		**(142,627)**	(173,344)
Additions to intangible assets		**(1,000)**	(1,000)
Repayment of Principal from long term investment		**49,930**	-
Interest received		**37,134**	26,075
Proceeds from disposal of property, plant and equipment and Investment Property		**365,164**	5,200
Net cash generated from / (used in) investing activities		**308,601**	(143,069)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liability (principal portion)		**(5,525)**	(18,692)
Dividend Paid		**(99,778)**	-
Financing obtained against diminishing modaraba		**33,261**	-
Repayment of Long term financing (principal portion)		**(135,103)**	(172,378)
Finance cost paid		**(52,705)**	(146,834)
Short Term Borrowings - net		**150,000**	-
Net cash used in financing activities		**(109,850)**	(337,904)
Net (decrease) / increase in cash and cash equivalents		**(69,520)**	141,686
Cash and cash equivalents as at beginning of the period		**(82,206)**	(404,266)
Cash and cash equivalents as at end of the period	*10*	**(151,726)**	(262,580)

The annexed notes from 1 to 13 form an integral part of these condensed interim financial statements.

Chief Executive	Director	Chief Financial Officer

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DIRECTORS' REVIEW REPORT

Dear Members

The Directors of your company are pleased to present before you their review report for the quarter ended March 31, 2026.

ECONOMIC OVERVIEW

During the nine months ended and the third quarter of FY 2025–26, Pakistan's economy demonstrated resilience and gradual improvement, underpinned by strengthened fiscal management and improving macroeconomic indicators. Overall GDP growth is estimated in the range of **3.5%–3.7%**, reflecting stable momentum across key sectors. Agriculture remained a pillar of strength, supported by robust crop yields and enhanced credit flows, while industrial output benefited from relative cost stability, though temporary energy supply constraints in March 2026 created short-lived disruptions. The services and trade sectors continued their cautious recovery, aided by rising remittances and contained import demand, which contributed to a manageable external account position. Exports grew by **10%** to **$2.7 billion**, remittances increased by **14.3%** to **$3.5 billion**, and the current account shifted from a deficit of **$393 million** last year to a surplus of **$121 million**, underscoring improved external resilience.

Fiscal indicators also strengthened during the period, with FBR revenue rising by **9.5%** to **Rs. 7,176.9 billion**, while investor sentiment showed gradual improvement, reflected in a **26.5%** increase in foreign direct investment to **$235.8 million** and a **26.1%** expansion in market capitalization to **Rs. 19 trillion**. Inflationary pressures, however, remained elevated, averaging **11%–12%** year-on-year during the quarter, driven largely by global energy price volatility and supply constraints. This represents a moderation compared to earlier peaks, continuing the downward trajectory from **29.1%** in FY 2023 to **23.4%** in FY 2024, and further easing in FY 2025. Monetary conditions remained stable, with the policy rate held at **10.50%**, reflecting a cautious stance that supported investor confidence, improved financial planning, and provided an enabling environment for sustainable growth.

Overall, while challenges persisted, particularly in the form of external price shocks, the macroeconomic outlook remains cautiously optimistic. Consistency in policies, contained inflation, and relatively stable external account conditions provide a foundation for continued recovery. GDP growth for FY 2026 is projected in the range of **3.5%–3.7%**, indicating a gradual and broad-based economic recovery, with stability expected to resume in the coming periods.

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CEMENT INDUSTRY OVERVIEW

In line with the improving macroeconomic indicators, the overall performance of the cement industry showed a notable recovery during the nine months ended March 31, 2026 compared to the corresponding period last year. The Overall Industry volumes for the nine months ended March 31, 2026 stood at **38.540 million tons** as compared to **35.100 million tons** for the corresponding period last year representing an increase of **9.80%**. Domestic cement dispatches for the nine months ended increased by **10.61%**, reaching **31.600 million tons** against 28.568 **million tons** in the same period last year, reflecting broad-based improvement across both the North and South Zones.

Export volumes also increased by **6.25%** in the nine months of FY 2025-26 **(FY 2026 6.941 million tons Vs FY 2025 6.532 million tons)**. Southern manufacturers maintained their strong export orientation, with exports making up **54.07%** of their total dispatches, slightly higher than **53.36%** compared to same period last year. In contrast, northern producers remained focused on the domestic market, with exports accounting for just **2.94%** of their dispatches compared to **5.10%** same period last year, indicating consistent focus on exports by the Southern manufacturers.

Capacity utilization across the sector, however, remained below optimal levels, averaging between **60% to 65%** reflecting persistent overcapacity particularly in the North Zone; in contrast, Fecto Cement Limited maintained capacity utilization exceeding **80%** during the period, demonstrating strong operational efficiency, effective demand management and sustained market presence

Total industry dispatches during the quarter stood at **12.482 million tons**, compared to **11.475 million tons** in the corresponding quarter last year, reflecting an **8.78%** quarter-to-quarter increase, driven primarily by significant increase of export sales by **34.60%** during the quarter as compare to corresponding quarter last year.

The North Zone showcased notable expansion as the total dispatches increased by **10.29%** to **27.184 million tons** from **24.647 million tons** in the same period last year. Domestic sales in the North rose by **12.14%** to **26.384 million tons** from **23.527 million tons**, while exports decreased by **28.54%** to **0.800 million tons** from **1.120 million tons**.

The South Zone also showcased notable expansion, with total dispatches increasing by **8.64%** to **11.356 million tons** from **10.453 million tons** in the corresponding period last year. This growth was comprised of **13.45%** increase in exports to **6.140 million tons** from **5.412 million tons**, alongside a **3.47%** increase in domestic sales to **5.216 million tons** from **5.041 million tons**.

CEMENT PRODUCTION AND SALES VOLUME PERFORMANCE OF THE COMPANY

Cement production and sales volume performance of your Company for the quarter ended March 31, 2026 as compared to corresponding period last year is presented below:

Particulars	Mar-26	Mar-25	% Change
Clinker Production (Tons)	199,661	97,535	104.71%
Cement Production (Tons)	208,639	171,797	21.45%
Local Dispatches (Tons)	209,946	168,653	24.48%
Export Dispatches (Tons)	-	3,220	(100.00%)
Total Dispatches (Tons)	209,946	171,873	22.15%
Capacity Utilization	83.46%	68.72%	21.45%
Market share	1.68%	1.50%	12.30%
Market share from North region	2.49%	2.14%	16.18%

During the quarter ended March 31, 2026, the Company delivered a robust operational performance, reflecting strong growth in both production and dispatches.

Cement production stood at **208,639 tons**, marking a substantial increase of **21.45%** compared to **171,797 tons** during the corresponding period last year. Clinker production also registered a growth of **104.71%**, reaching **199,661 tons** against **97,535 tons** in the same period last year, demonstrating improved plant efficiency and stable operational continuity.

On the sales front, total cement dispatches increased by **22.15%**, reaching **209,946 tons** compared to **171,873 tons** in the corresponding period last year. The growth was driven by a strong rise in local dispatches, which increased by **24.48%** to **209,946 tons**, reflecting improved domestic demand and better distribution efficiency.

As a result of higher production and sales volumes, the Company's capacity utilization significantly improved to **83.46%**, compared to **68.72%** in the same period last year. Consequently, the Company's overall market share increased to **1.68%** from **1.50%**, while its market share in the North region also strengthened to **2.49%** from **2.14%**, underscoring enhanced operational efficiency and improved market positioning.

FINANCIAL PERFORMANCE OF THE COMPANY

The Financial performance of your Company for the quarter ended March 31, 2026 as compared to corresponding period last year is presented below:

Particulars	Mar-26	Mar-25	% Change
	Rs. '000'		
Local Sales	3,044,814	2,506,629	21.47%
Export Sales	-	34,974	(100.00%)
Total Sales	3,044,814	2,541,603	19.80%
Cost of sales	(2,859,811)	(2,376,472)	20.34%
Gross Profit	185,003	165,131	12.03%
Gross Profit as % of Sales	6.08%	6.50%	(6.48%)
Operating Profit	(9,612)	(2,679)	258.79%
Net Profit	23,425	33,858	(30.81%)
Earnings per Share (EPS)	0.47	0.68	(30.81%)

The Company's revenue increased by **19.80%** during the period, primarily driven by a **22.15%** growth in total dispatches, which contributed a positive quantity variance of **PKR 563 million**. However, this growth was partially offset by a negative price variance of **PKR 60 million**, as the average retention price declined by **PKR 285 per ton** from **PKR 14,788 per ton** to **PKR 14,503 per ton** representing a **1.93%** reduction.

The **Cost of Sales** increased by **PKR 483 million**, driven by higher production volumes. This increase includes **PKR 526 million** as quantity variance, which was partially offset by the favorable price variance of **PKR 43 million**. Despite a significant increase in coal prices (approximately **20%–25%** during the quarter), the cost per ton of dispatch decreased by **1.48%**, from **PKR 13,827** to **PKR 13,621**. This reflects the Company's continued focus on cost optimization, improved capacity utilization, efficient allocation of production costs, and ongoing energy management initiatives.

Resultantly, Gross profit increased to **PKR 185 million**, from **PKR 165.1 million**. While higher dispatched volumes (+PKR 37 million) and improved cost efficiency (+PKR 43 million) contributed positively, the decline in average retention prices impacted margins. Consequently, gross profit margin contracted to **6.08%** from **6.50%** in the corresponding period last year.

Administrative and distribution expenses increased by **26.33%**, from **PKR 129.14 million** to **PKR 163.1 million**, mainly due to inflationary factors. On the financing side, the Company achieved savings through effective cash flow management, Finance costs declined by **14.27%**, from **PKR 37.03 million** to **PKR 31.75 million**.

Earnings per share (EPS) stood at **PKR 0.47** compared to **PKR 0.68** in the corresponding period last year.

FUTURE OUTLOOK

Looking ahead, Pakistan's macroeconomic outlook remains guardedly stable, though the economy is currently facing temporary headwinds due to global economic conditions and energy price volatility continue to pose challenge. This impact is expected to be short-term, with stability likely to be maintained in the coming periods. The outlook is supported by a relatively stable exchange rate, easing inflation, and a disciplined monetary policy framework, contributing to a recovery-led growth trajectory.

The cement industry is expected to benefit from gradual recovery in domestic demand, driven by infrastructure activity, improving investment sentiment, and a more stable macroeconomic environment. However, challenges persist, including elevated input costs and intense competition, particularly in the northern region where excess capacity remains a concern.

Against this backdrop, Fecto Cement Limited remains focused on operational efficiency, capacity optimization, and cost discipline. The Company is confident that its prudent financial management and strategic focus will enable it to navigate industry challenges and sustain long-term value creation for its 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