



FECTO CEMENT LIMITED

Cementing a Greener Future

QUARTER ENDED REPORT MARCH 31, 2026

CONTENTS

Company Information	2
Directors' Review	3
Condensed Interim Statement of Financial Position	8
Condensed Interim Statement of Profit or Loss	9
Condensed Interim Statement of Comprehensive Income	10
Condensed Interim Statement of Changes in Equity	11
Condensed Interim Statement of Cash Flows	12
Notes to the Condensed Interim Financial Statements	13



COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Jamil Ahmed Khan - Chairman
Mr. Mohammed Yasin Fecto - Chief Executive
Mrs. Lubna Yasin
Mr. Juwad Saboor
Mr. Rohail Ajmal
Mr. Ahmed Mujtaba Memon
Mr. Safdar Abbas Morawala

CHIEF FINANCIAL OFFICER

Mr. Abdul Wahab, FCA

COMPANY SECRETARY

Mr. Tariq Iqbal Bawani, FCCA

LEGAL ADVISOR

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

REGISTERED OFFICE

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

MARKETING OFFICE

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

AUDIT COMMITTEE

Mr. Ahmed Mujtaba Memon, Chairman
Mr. Rohail Ajmal
Mr. Safdar Abbas Morawala

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Safdar Abbas Morawala, Chairman
Mr. Rohail Ajmal
Mr. Juwad Saboor

AUDITORS

BDO Ebrahim & Co.
Chartered Accountants

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

FACTORY

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

BANKERS

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

WEBSITE

www.fectogroup.com



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.



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**.

DIRECTORS' REVIEW REPORT

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.



DIRECTORS' REVIEW REPORT

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



DIRECTORS' REVIEW REPORT

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



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

		(Un-Audited) March 31 2026	Audited June 30 2025
	<i>Note</i>	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
		<u>3,464,219</u>	<u>3,494,121</u>
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
		<u>5,816,825</u>	<u>4,472,800</u>
Total assets		<u><u>9,281,044</u></u>	<u><u>7,966,921</u></u>
EQUITY AND LIABILITIES			
Share capital and reserves			
<i>Authorized capital</i>			
75,000,000 (2025: 75,000,000) ordinary shares of Rs. 10/- each		<u>750,000</u>	<u>750,000</u>
<i>Issued, subscribed and paid up capital</i>			
50,160,000 (2025: 50,160,000) ordinary shares of Rs. 10/- each		<u>501,600</u>	<u>501,600</u>
<i>Revenue reserves</i>			
General reserve		<u>550,000</u>	<u>550,000</u>
Accumulated profit		<u>4,013,204</u>	<u>3,499,930</u>
		<u>4,563,204</u>	<u>4,049,930</u>
<i>Capital Reserve</i>			
Share of other comprehensive income of associate		<u>(2,113)</u>	<u>(2,113)</u>
		<u>5,062,691</u>	<u>4,549,417</u>
Non-current liabilities			
Long term financing from a banking company - secured		<u>480,132</u>	<u>562,558</u>
Lease Liability		-	139
Deferred income - Government grant		<u>49,425</u>	<u>69,630</u>
Deferred taxation		<u>293,943</u>	<u>253,308</u>
		<u>823,500</u>	<u>885,635</u>
Current Liabilities			
Trade and other payables		<u>2,512,203</u>	<u>1,862,023</u>
Short term borrowing - secured	6	<u>622,221</u>	<u>384,412</u>
Accrued mark-up		<u>11,321</u>	<u>6,917</u>
Unclaimed and unpaid dividend		<u>15,200</u>	<u>14,658</u>
Provision for taxation		-	21,384
Current maturity of long term financing - secured		<u>196,074</u>	<u>194,533</u>
Current maturity of lease liabilities		<u>10,126</u>	<u>15,512</u>
Current maturity of government grant		<u>27,708</u>	<u>32,430</u>
		<u>3,394,853</u>	<u>2,531,869</u>
Contingencies and commitments	7		
Total equity and liabilities		<u><u>9,281,044</u></u>	<u><u>7,966,921</u></u>

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


Chief Executive


Director


Chief Financial Officer

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"	
	----- 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

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



Chief Executive



Director



Chief Financial Officer



**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



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	Unappropria ted 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



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

	March	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES	Note	(Rupees in '000)
		(Restated)
Profit before levies and taxation		799,899
Adjustments for:		799,656
- Finance costs		145,203
- Depreciation on property, plant and equipment		77,527
- Depreciation on right-of-use assets		19,512
- Ammortization		-
- Amortization of deferred government grant		(29,419)
- Provision for worker's welfare fund		6,160
- Provision for Workers' Profit Participation Fund		44,432
- Stock write off		4,265
- Share of loss / (profit) from associate		52,271
- Interest income		(75,158)
- Gain on disposal of property, plant and equipment and Investment Property		(4,688)
		240,105
Operating Profit before working capital changes		675,964
Working capital changes		
Decrease / (Increase) in current assets		
- Stores and spares		69,175
- Stock-in-trade		(81,417)
- Trade debts		(31,681)
- Loans, advances, deposit and prepayment		(6,256)
- Sales tax refundable		(20,432)
(Decrease) in current liabilities		
Trade and other payables		(196,569)
Cash (used in) / generated from operations		772,581
Income tax paid		(128,269)
Long term deposits		-
Long term loan and advances		(21,653)
Cash (used in) / generated from operating activities		622,659
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment		(173,344)
Additions to intangible assets		(1,000)
Repayment of Principal from long term investment		-
Interest received		26,075
Proceeds from disposal of property, plant and equipment and Investment Property		5,200
Net cash generated from / (used in) investing activities		(143,069)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liability (principal portion)		(18,692)
Dividend Paid		-
Financing obtained against diminishing modaraba		-
Repayment of Long term financing (principal portion)		(172,378)
Finance cost paid		(146,834)
Short Term Borrowings - net		-
Net cash used in financing activities		(337,904)
Net (decrease) / increase in cash and cash equivalents		141,686
Cash and cash equivalents as at beginning of the period		(404,266)
Cash and cash equivalents as at end of the period	10	(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

Notes to the Condensed Interim Financial Statements For the period ended March 31, 2026

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.

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.



Notes to the Condensed Interim Financial Statements For the period ended March 31, 2026

	Un-Audited March 2026	Audited June 2025
	Rupees in '000'	
4. PROPERTY, PLANT AND EQUIPMENT		
Operating Assets	2,719,138	2,698,268
Capital Work in Progress	97,348	45,633
Capital Spares	362,056	396,281
	3,178,542	3,140,182
5. RIGHT-OF-USE ASSETS		
Opening net book value	25,260	46,248
Depreciation during the period / year	(15,743)	(20,988)
Closing net book value	9,517	25,260
6. SHORT TERM BORROWINGS - secured		
Running Finance	422,221	334,412
Cash Finance	200,000	-
Export Re-Finance	-	50,000
	622,221	384,412
7. CONTINGENCIES AND COMMITMENTS		
7.1 Contingencies		
7.1.1 Contingent liabilities existing as at the reporting date		
7.1.1.1 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	Audited
	March	June
	2026	2025
	Rupees in '000'	
7.2 Commitments		
As of the reporting date, the outstanding financial commitments of the company were as follows:		
-in respect of import of stores and spares	215,553	79,549
	215,553	79,549
8. SALES REVENUE - net	Un-Audited	
	Three months ended March 31,	
	2026	2025
	Rupees in '000'	
8.1 Revenue from Local Sales		
Sales of goods to local customers - gross	15,232,270	12,041,934
Less: Trade Discount	(312,253)	(104,492)
Excise duty	(2,642,602)	(1,963,577)
Sales tax	(2,724,366)	(2,069,587)
	(5,679,221)	(4,137,656)
	9,553,049	7,904,278



Notes to the Condensed Interim Financial Statements For the period ended March 31, 2026

	Note	Un-Audited Three months ended March 31,	
		2026	2025
Rupees in '000'			
9. COST OF SALES			
Opening stock of finished goods		95,995	94,240
Cost of goods manufactured	9.1	8,556,062	6,760,316
		<u>8,652,057</u>	<u>6,854,556</u>
Closing stock of finished goods		(113,457)	(72,419)
		<u>8,538,600</u>	<u>6,782,137</u>
9.1 Cost of goods manufactured			
Raw and packing materials consumed		1,480,974	950,883
Conversion cost incurred		7,335,781	5,461,617
		<u>8,816,755</u>	<u>6,412,500</u>
Change in work-in-process inventory:			
Opening work-in-process		231,432	588,526
Closing work-in-process		(492,125)	(240,710)
		<u>(260,693)</u>	<u>347,816</u>
		<u>8,556,062</u>	<u>6,760,316</u>
10. CASH AND CASH EQUIVALENTS			
		(Un-Audited) March 31	(Un-Audited) March 31
		2026	2025
Rupees in '000'			
Cash and bank balances		270,495	192,719
Short term borrowings - running finance		(422,221)	(455,299)
		<u>(151,726)</u>	<u>(262,580)</u>

11. 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 March 31,	
			2026	2025
			Rupees in '000'	
Frontier Paper Products (Private) Limited	Associated Company	Purchases made during the period	518,398	507,341
		Payments made during the period	548,134	534,463
		Interest charged during the period	1,912	2,702
		Loan Repaid	-	-
Directors and Key Management Personnel	Key management personnel	Remuneration of the Chief Executive	79,343	50,071
		Directors' Meeting Fee	120	300
		Remuneration of Executives	355,295	224,457
Staff Provident Fund	Other related party	Contribution to employees' provident fund	28,381	24,561
			Un-audited March 31 2026	Audited June 30 2025
			Rupees in '000'	
Balance at the end of the period / year				
Frontier Paper Products (Private) Limited	Associated Company	Balance payable	-	29,736
		Interest outstanding	1,044	1,144
		Loan outstanding	19,990	19,990
Key Management Personnel	Other related party	Loan receivable	5,328	2,189
Staff Provident Fund	Other related party	Balance Payable	6,240	-



Notes to the Condensed Interim Financial Statements For the period ended March 31, 2026

12. FAIR VALUE OF FINANCIAL INSTRUMENTS

There were no transfers amongst levels during the period

13. GENERAL

13.1 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 April 27, 2026.

13.2 Level of rounding

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



Chief Executive



Director



Chief Financial Officer



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