

DOST STEELS LIMITED

FINANCIAL STATEMENT
FOR THE YEAR ENDED

30 JUNE 2026

Our Vision

- To recognize globally as a leading supplier of steel large bar of the highest quality standards, with market leading standards of customer service.
- Business development by adoption of emerging technologies, growth in professional competence, support to innovation. Enrichment of human resources and performance recognition.

Our Mission

- To manufacture and supply high quality steel large bar to the construction sector whilst adopting safe and environmentally friendly practices.
- To remain the preferred and consistent supply source for various steel products in the country.
- Offer products that are not only viable in terms of desirability and price but most importantly give true and lasting value to our customers.
- To fulfill special obligation and compliance of good governance.
- Ensure that the business policies and targets are in conformity with national goals.
- Deliver strong returns on investments of our stakeholders by use of specialized and high quality corporate capabilities with the combined use of modern bar mill practices, enterprise class software on a web based solution and targeted human resource support.

Corporate Strategies

- Ensure that the business policies and targets are in conformity with national goals.
- Establish a better and safer work environment for all employees
- Contribute in National efforts towards attaining sustainable self-efficiency in steel products,
- Customer's satisfaction by providing best value and quality products.
- Maintain modern management system conforming to international standards needed for an efficient organization.
- Ensure to foster open communications, listen, and understand other perspectives.
- Acquire newer generation technologies for effective and efficient operations.

COMPANY INFORMATION

Board of Directors

Mr. Naim Anwar
Mr. Muhammad Azhar Chughtai
Mr. Zahid Iftakhar
Mr. Shafiq Ahmed Soomro
Mr. Mian Abuzar Shad
Madam Nargis Abuzar Shad
Madam Saba Azam
Madam Naushaba Shahzad
Nominated by NBP
Mr. Asim Jilani
Nominated by FBL
Mr. Suhail Elahi

Director/ Chairman
Director
Director
Director
Director
Director
Director
Director

Director

Chief Executive Officer

Shares Registrar

Corplink (Pvt) Limited
Wings Arcade, 1-K,
Commercial, Model Town,
Lahore.
Tel: (042) 35916714 - 35916719
E-mail: shares@corplink.com.pk

Audit Committee

Mr. Shafiq Ahmed Soomro
Mr. Muhammad Azhar Chughtai
Madam Saba Azam

Chairman
Member
Member

Head Office/Registered Office

4th Floor, Al-Hafeez Tower,
Office # 6-F, M.M. Alam Road,
Gulberg-III,
Lahore-54700, Pakistan
Ph: # 042-35785342

Human resource & Remuneration Committee

Mr. Mian Abuzar Shad
Mr. Naim Anwar
Mr. Suhail Elahi

Chairman
Member
Member

Auditors

Mushtaq & Co.
Chartered Accountants

Chief Financial Officer

Mr. Muhammad Afzal Shehzad

Legal Advisor

AHM & COMPANY
806 Eden Height, Jail Road
Lahore

Company Secretary

Mr. Muhammad Afzal Shehzad

Plant Address

52 Km Lahore Multan Road
Phool Nagar, Distt Kasur Punjab

Bankers

Faysal Bank Limited
National Bank of Pakistan
Askari Commercial Bank Limited
Bank of Khybar
Pak Kuwait Investments Co. (Pvt.)
Limited
Saudi Pak Industrial & Agricultural
Investment
Co. Limited
United Bank Limited
Silk Bank Limited
Soneri Bank Limited
Summit Bank Limited
Bank Alfalah Islamic
Meezan Bank

Web Presence

www.doststeels.com
e mail: info@doststeels.com

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting (AGM) of the members of Dost Steels Limited (Company) will be held on Wednesday, October 28, 2026, at 09.00 am at the registered office of the Company at Office # 31 Commercial, 2nd Floor, Cavalry Ground, Lahore, in person and through videoconferencing to transact the following businesses:

A. ORDINARY BUSINESS:

- 1 To receive, consider, and adopt the annual audited financial statements of the Company for the year ended June 30, 2026, along with the Chairman's Message, Directors' and Auditor's Reports thereon.
- 2 As required under Section 223 of the Companies Act, 2017 (the "Act"). Financial Statements of the Company have been uploaded on the website of the Company, which can be downloaded from the following link and/or QR enable code: <https://doststeels.com/financial-results/>

- 3 To appoint auditors and fix their remuneration for the financial year 2026-27. The Members are hereby given notice that the Board of Directors, on the recommendation of the Audit Committee of the Company, has proposed the name of the retiring auditors, M/s Mushtaq & Co. Chartered Accountants for reappointment as the auditors of the company.

B. SPECIAL BUSINESS:

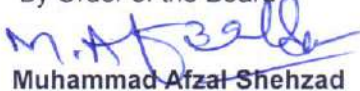
To consider and if thought fit, approve the increase in Authorized Share Capital of the Company and to pass the following 'Special Resolutions' with or without modifications;

- 4 **RESOLVED THAT** that the authorized capital of the Company be further increased from PKR 4,450,000,000/- (Pak Rupees Four billion Four hundred Fifty million) divided into 445,000,000 (Four hundred Forty Five million) ordinary shares of PKR 10/- each to PKR 13,060,000,000/- (Pak Rupees Thirteen billion Sixty million) divided into 1,306,000,000 (One billion Three hundred Six thousand) ordinary shares of PKR 10/- each and the words and figures in Clause V of the Memorandum of Association and clause 5 of Articles of Association of the Company be and are hereby amended accordingly.
- 5 **FURTHER RESOLVED THAT** the Chief Executive and/or any one Director or the Company Secretary of the Company be and hereby authorized singly to complete all the necessary corporate and legal formalities in respect of all above.

C. ANY OTHER BUSINESS:

To transact any other business with the permission of the Chair. The statement of material facts pursuant to Section 134(3) of the Companies Act, 2017, is annexed to the notice of the meeting sent to the Members.

By Order of the Board


Muhammad Afzal Shehzad

Company Secretary

Lahore

October 07, 2026

DOST STEELS LIMITED

Notes:

1 Closure of Share Transfer Books

The Share Transfer Books of the Company will remain closed from October 21, 2026, to October 28, 2026 (both days inclusive). Share transfers received in order at the office of our Share Registrar, M/s. Corplink (Pvt) Limited, Wings Arcade, 1-K Commercial, Model Town, Lahore, by the close of business on October 20, 2026, will be considered in time to entitle the transferees to the dividend warrant and vote at the AGM.

2 Virtual Participation in the AGM Proceedings

All shareholders interested in attending the AGM virtually, please register with the Company by providing the following information through email at afzal.shehzad@doststeels.com

Name of Shareholder	CNIC No.	Folio/CDC Account No.	No. of Shares	Contact No.	Email Address
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Online meeting link and login credentials will be shared with only those Members whose emails, containing all the required particulars, are received at the given email address by the end of business on Saturday October 25, 2026. The login facility shall remain open from 11:50 am till the end of the Meeting on October 28, 2026.

3. Participation in the AGM

All members, entitled to attend and vote at the meeting, are entitled to appoint another person in writing as their proxy to attend and vote on their behalf. A proxy must be a member of the Company. In case of corporate entities, a resolution of the Board of Directors / power of attorney with specimen signature of the person nominated to represent and vote on behalf of the corporate entity and an attested copy of CNIC shall be submitted to the Company at the meeting or along with a completed proxy form. The proxy holders are required to produce their original valid CNICs or original passports at the time of the meeting.

In order to be effective, duly completed and signed proxy forms, must be received at the Company's Registered Office at least 48 hours before the time for holding the meeting.

Central Depository Company (CDC) account holders will further have to follow the below mentioned guidelines, as laid down by the Securities and Exchange Commission of Pakistan in this regard:

a) For Attending the Meeting

- In case of individuals, the account holders or sub-account holders whose registration details are uploaded as per the Regulations shall authenticate his/her original valid CNIC or the original passport at the time of attending the meeting.
- Members registered on CDC are also requested to bring their particulars, I.D. numbers and account numbers in CDS.
- In case of corporate entity, the Board of Directors' resolution/power of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of the meeting.

b) For Appointing Proxies

- In case of individuals, the account holders or sub-account holders whose registration details are uploaded as per the Regulations shall submit the proxy form as per above requirements.
- Attested copies of valid CNIC or the passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- The proxy shall produce original valid CNIC or original passport at the time of the meeting.
- In case of a corporate entity, the Board of Directors' resolution / power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Company.

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- v. Proxy form will be witnessed by two persons whose names, addresses and valid CNIC numbers shall be mentioned on the form.

4. Electronic Transmission of Annual Report 2026

A copy of the Annual Report 2026 will be electronically sent by email to shareholders, whose email addresses are available at the company's registered office, in accordance with section 223(6) of the Companies Act, 2017. However, in case where email address is not available with the Company's Share Registrar, printed copy of the notice of the AGM has been dispatched along with the QR-enabled code/web link to download the Annual Report 2026 (containing the financial statements).

Notwithstanding the above, the Company will provide free hard copies of the Annual Report 2026 to any Member upon request, at their registered address, within one (1) week of receiving such request.

5. Conversion of Physical Shares into the Book Entry Form

The SECP through its letter No. CSD/ED/Misc/2016- 639-640 dated March 26, 2021, has advised listed companies to adhere to provisions of Section 72 of the Companies Act, 2017 by replacing physical shares issued by them into book entry form.

The Members of the Company having physical folios / share certificates are requested to convert their shares from physical form into book-entry form as soon as possible. The Members may contact their Broker, CDC Participant or CDC Investor Account Service Provider for assistance in opening a CDS Account and subsequent conversion of the physical shares into book-entry form. It would facilitate the Members in many ways including safe custody of shares, avoidance of formalities required for the issuance of duplicate shares, etc. For further information and assistance, the Members may contact our Share Registrar, M/s. Corplink (Pvt) Limited.

6. Submission of CNIC / NTN (Mandatory)

Pursuant to the directives of the SECP, the dividends of shareholders who's valid CNIC or NTN (in case of corporate entities) are not available with the Share Registrar, could be withheld. Shareholders are therefore requested to submit a copy of their valid CNIC (if not already provided) to the Company's Share Registrar, M/s. Corplink (Pvt) Limited.

All shareholders who hold shares with joint shareholders are requested to provide shareholding proportions of the principal shareholder and joint-holder(s) in respect of shares held by them to our share registrar, M/s. Corplink (Pvt) Limited before the close of business on October 20, 2026, as per the following format:

Name of Principal Shareholder/Joint Holders	Shareholding Proportions (%)	CNIC NO. (Copy to be attached)	Folio / CDC Account No	Total Shares	Signatures
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7. Video Conference

Pursuant to Section 132(2) of the Companies Act, 2017, if the Company receives consent from members holding in aggregate 10% or more shareholding requesting participation through video conference, at least 7 days prior to the date of the meeting, the Company will arrange video conference facility. To avail this facility, please fill the following information and submit at the registered office at least (07) days before the date of the meeting.

I/ We, _____ of _____, being a member of Dost Steels Limited, holder of _____ Ordinary Shares as per Register Folio No. / CDC/Accounts No. _____ hereby opt for video conference facility at _____.

Signature of member

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8. Unclaimed Dividend / Shares under Section 244 of the Companies Act, 2017

An updated list for unclaimed dividend / shares of the Company is available. These are unclaimed dividend / shares which have remained unclaimed or unpaid for a period of three (3) years from the date these have become due and payable.

Claims can be lodged by shareholders on claim forms, which can be obtained from company secretary or company's share registrar. Claims forms must be submitted to the Company's Share Registrar, M/s. Corplink (Pvt) Limited, Wings Arcade, 1-K Commercial, Model Town, Lahore for receipt of dividend / shares.

9. Voting

Pursuant to the Companies (Postal Ballot) Regulations, 2018 read with Sections 143 and 144 of the Companies Act, 2017, Members will be allowed to exercise their right to vote through postal ballot, that is voting by post or electronic mode, in accordance with the requirements and procedure contained in the aforesaid Regulations.

10. Restriction on Distribution of Gifts to Members

The SECP, vide Circular No. 2 of 2018 dated February 9, 2018, and S.R.O. 452(I)/2025 dated March 17, 2025, has strictly prohibited companies from offering or distributing gifts, incentives, or any similar benefits (including but not limited to tokens, coupons, meals, or takeaway packages) to Members at or in connection with general meetings. In accordance with Section 185 of the Companies Act, 2017, any non-compliance with these directives constitutes a punishable offence, and companies found in violation may be subject to enforcement actions and penalties.

11. Intimation of Changes of Address

Shareholders are requested to promptly notify any changes in their registered addresses, to the Share Registrar of the Company. Members who hold shares in CDC / participant accounts are required to update their addresses, to the CDC or their respective participants.

12. Appointment of e-Voting Service Provider

In accordance with the requirements of the Companies Act, 2017 and the Companies (Postal Ballot) Regulations, 2018. M/s. Corp-link (Pvt.) Limited appointed as e-voting service provider.

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STATEMENT OF MATERIAL FACTS UNDER SECTION 134 (3) OF THE COMPANIES ACT, 2017 PERTAINING TO THE SPECIAL BUSINESS

The accompanying copy of the notice is for the purpose of convening the meeting of the members for passing of the Special Resolutions specified in the notice. The material facts relating to the Special Resolutions are as follows:

AGENDA ITEM 4: INCREASE IN THE AUTHORIZED SHARE CAPITAL OF THE COMPANY

As per recommendations of the Board of Directors in their meeting held on March 26, 2025, the authorized capital of the Company be further increased from PKR 4,450,000,000/- (Pak Rupees Four billion Four hundred Fifty million) divided into 445,000,000 (Four hundred Forty Five million) ordinary shares of PKR 10/- each to PKR 13,060,000,000/- (Pak Rupees Thirteen billion Sixty million) divided into 1,306,000,000 (One billion Three hundred Six thousand) ordinary shares of PKR 10/- each and the words and figures in Clause V of the Memorandum of Association and clause 5 of Articles of Association of the Company be and are hereby amended accordingly.

CLAUSE-V OF THE MEMORANDUM OF ASSOCIATION

The Authorized Share Capital of the Company is PKR 13,060,000,000/- (Pak Rupees Thirteen billion Sixty million) divided into 1,306,000,000 (One billion Three hundred Six thousand) divided into 1,306,000,000 (One billion Three hundred Six thousand) ordinary shares of PKR 10/- (Pak Rupees Ten Only) each. The Company shall have the power to increase, reduce, consolidate or re-organize the said capital and to divide the shares in the capital into several classes in accordance with the provisions of the Companies Act, 2017.

Ballot Paper No. _____

DOST STEELS LIMITED

BALLOT PAPER

For poll at the Annual General Meeting of Dost Steels Limited held on Tuesday, October 28,

2026 at 09:00 a.m. at 31-Commercial, 2nd Floor, Cavalry Groudn, Lahore.

afzal.shehzad@doststeels.com

Folio /CDC Account No.	
Name of Shareholder	
Number of shares held (Self)	
Number of shares held (Through Proxy(s))	
Total No. of Shares Held (Self + Through Proxy(s))	

Special Business

4. To consider and if thought fit, approve the increase in Authorized Share Capital of the Company and to pass the following 'Special Resolutions' with or without modifications;

"RESOLVED THAT that the authorized capital of the Company be further increased from PKR 4,450,000,000/- (Pak Rupees Four billion Four Hundred Fifty Million) divided into 445,000,000 (Four Hundred Forty Five Million) ordinary shares of PKR 10/- each to PKR 13,060,000,000/- (Pak Rupees Thirteen Billion Sixty Million) divided into 1,306,000,000 (One Billion Three Hundred Six Million) ordinary shares of PKR 10/- each and the words and figures in Clause V of the Memorandum of Association and clause 5 of Articles of Association of the Company be and are hereby amended accordingly.

FURTHER RESOLVED THAT the Chief Executive and/or any one Director and/or the Company Secretary of the Company be and hereby authorized singly complete all the necessary corporate and legal formalities in respect of all above."

Sr. No.	Nature and Description of Resolutions	No. of ordinary shares for which votes cast	I/We assent to the Resolutions (FOR)	I/We dissent to the Resolutions (AGAINST)
1	Special Resolutions as per Agenda # 4 (as given above)			

Signature of Shareholder

NOTES / PROCEDURES FOR SUBMISSION OF BALLOT PAPER:

1. Duly filled-in and signed original postal ballot should be sent to the Chairman, at above-mentioned postal or email address.
2. Copy of CNIC/Passport (in case of foreigner) should be enclosed with the postal ballot form.
3. Postal ballot form should reach the chairman of the Board by October 25, 2026, during working hours from 9:00 a.m. to 5:00 p.m. Any postal ballot received after this date and time will not be considered for voting.
4. Signature on postal ballot should match the signature on CNIC/Passport (in case of foreigner).
5. Incomplete, unsigned, incorrect, defaced, torn, mutilated, overwritten ballot papers will be rejected.
6. In the case of representative of body corporate and corporation, postal ballot must be accompanied with copy of CNIC of authorized person, along with a duly attested copy of Board Resolution, Power of Attorney, or Authorization Letter.
7. Ballot paper has also been placed at the website of the Company <https://www.doststeels.com/> Members may also download the ballot paper from the website or use original/photocopy dispatch & email.

DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear Members Assalam-O-Alaikum

On behalf of my colleagues on the Board, I welcome you to the 23rd Annual General Meeting of your Company and present before you the annual report, along with the audited financial statements of your company for year ended 30 June 2026.

The Company has successfully executed a settlement agreement with its syndicate of lender banks in respect of outstanding liabilities amounting to PKR 2.08 billion. An initial down payment of PKR 50 million was made upon signing the agreement. During the year under review, the Company continued to meet its obligations under the agreed settlement plan and successfully paid the third installment. Accordingly, cumulative payments of PKR 293,462,669 have been made to the syndicate lenders to date.

The settlement arrangement has been duly endorsed by the Honourable Sindh High Court through a consent decree, providing a legally binding framework for the restructuring of the Company's liabilities and supporting its financial recovery and long-term revival.

During the year, the Company announced a 100% right share issue amounting to PKR 4.44 billion at par value of PKR 10 per share. The proceeds are intended to strengthen the Company's financial position and support its backward integration strategy, including the proposed establishment of a melting plant, which is expected to enhance operational efficiency, reduce reliance on external suppliers and improve long-term profitability.

Furthermore, a valuation report issued by a recognized independent valuer has assessed the Company's assets at approximately PKR 10 billion, compared with their existing book value of PKR 2.5 billion. Subject to the requisite approvals of the Board of Directors and compliance with applicable accounting and regulatory requirements, the potential revaluation surplus may have a significant positive impact on the Company's net asset position. Based on the indicated valuation, the Company's potential break-up value has been estimated at approximately PKR 15 per share, compared with the current book value of PKR 0.43 per share reflected in the financial statements.

The Board remains focused on the successful implementation of the settlement plan, strengthening the Company's financial position and pursuing strategic initiatives aimed at restoring operational stability and creating sustainable long-term value for shareholders.

Financial performance of the Company for the year ended June 30th, 2026, was as under:

Description	30 June 2026 (PKR)	30 June 2025 (PKR)
Sale	Nil	Nil
Cost of Sales	(109,672,185)	(38,608,041)
Gross (Loss) / Profit	(109,672,185)	(38,608,041)
Administrative and Selling expenses	(11,420,647)	(11,068,614)
Finance costs	(64,665,213)	(129,249,631)
Other operating income	743,425	481,777,658

Profit / (Loss) before taxation	(189,014,586)	243,462,411
Taxation	24,183,185	58,998,168
Profit / (Loss) after taxation	(164,831,401)	302,460,579

Business Review

The Earning for the year was Rupees (0.37) per share as compared to Rupees 0.68 per share during the corresponding period. Profit after tax for the year was Rupees (164.831) million as compared to Rupees 302.460 million in corresponding year.

Material Changes in commitments

Material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year to which this balance Sheet relates and the date of the report.

Revaluation of assets

Restructuring effect of Bank Loans

Future Prospects, Risks and Uncertainties:

Though challenges continue to face the steel industry, improvement in economic conditions will boost construction activities boosting demand for steel. The long-term outlook for steel remains positive as developing economies such as Pakistan, with young and growing populations, require large investments in public infrastructure to continue growing. The country's demographic profile indicates that the economy will require greater investment in housing,

The Company has successfully negotiated restructuring of its long term loans towards syndicate Banks and we are pleased to inform that the final agreement has been signed. Down payment of PKR 50 million as per agreement has been made. After this significant achievement the company is now taking steps towards starting operations.

Internal Financial Controls

A system of sound internal control is established and implemented at all levels within the Company. The system of internal control is sound in design for ensuring achievement of company's objectives, operational effectiveness and efficiency, reliable financial reporting and compliance with laws, regulations and policies.

Financial Statements

The financial statements of the company have been duly audited and signed by the auditors of the Company, M/s Mushtaq & Co, Chartered Accountants and their report is attached with the financial statements. The auditors have expressed a Disclaimer opinion in their audit report for the financial year ended 30 June 2026. The reasons for disclaimer and reservations and our para wise comments on the disclaimer and reservations are as follows:

Sr. No.	Reservation / Qualification	Responses
	The Company, as stated in note 2, incurred a net loss of Rs, 164.831 million (2025: net gain of Rs, 302.461 million) which was primarily due to restructuring of long-term borrowings and markup accrued on secured borrowings in 2025. However, its accumulated losses are Rs. 1,816.879 million (2025: Rs. 1,702.622 million). The current liabilities of the Company exceed its current assets by Rs. 1,056.315 million (2025: Rs. 678.333 million) and liquid assets by Rs. 1,083.161 million (2025: Rs. 705.179 million). The Company has also been facing long overdue receivables, unfavorable key financial ratios, difficulty in complying with the terms of loan agreement with banks and to pay creditors on due date. The Company was in default under its previously syndicated contractual obligation with bankers due to which during the last year Company restructured its syndicated loan with previous bankers, as detailed in note 19. The Company has defaulted in payment of two installments of the syndicate LTF amounting to Rs.127.493 million each, which were due on March 25, 2026, and June 25, 2026, respectively. Due to the aforementioned default and the absence of sufficient appropriate information, we were unable to verify the overdue amounts and current maturities of the loans and determine whether any adjustments were required in this regard. The Company has also stopped its commercial production since 2019 and lost its key management staff without replacement due to working capital deficiency. Management of the Company has also not shared any future plans to revive its	The Company has successfully settled whereby the Banks have restructured the company's loans by the syndicate banks after which the company make plans to start commercial production. The management is hopeful that this will mitigate all these factors.

	business. These conditions indicate that material uncertainties exist that may cast significant doubt on the Company's ability to continue as a going concern, to realize its assets and to discharge its liabilities in normal course of business. However, these financial statements do not include any adjustment relating to the recoverability and classification of recorded assets and classifications of liabilities that might be necessary should the Company be unable to continue as going concern. Under the circumstances use of going concern assumption is not appropriate.	
	The syndicate long-term finance (LTF) of Rs. 446.930 million, markup accrued on secured borrowings thereon of Rs. 551.867 million, accrued markup on LTF of Rs. 17.312 million, and markup charged during the year of Rs. 64.652 million, as disclosed in Notes 19, 20, 24 and 29, respectively, remained unconfirmed by the banks. Furthermore, the Company has defaulted in payment of two instalments of the syndicate LTF amounting to Rs. 127.493 million each, which were due on March 25, 2026, and June 25, 2026, respectively. Furthermore, the contingency disclosed in Note 26.1 could also not be ascertained due to the non-availability of sufficient appropriate audit evidence. Accordingly, in the absence of sufficient appropriate audit evidence, we were unable to ascertain the accuracy and completeness of these balances.	The Company is actively pursuing reconciliation and confirmation of the outstanding balances with the syndicate banks in accordance with the agreed settlement arrangement. Management is also taking necessary measures to address the outstanding instalments and resolve the matters relating to the disclosed contingency.
	Balance confirmation requests have remained unresponded to in respect of short-term borrowings-unsecured (note 25), trade and other payables (note 23), long term security deposits (note 9), trade debtors (note 11) and Advances amounting to Rs. 598.564 million, Rs: 35.624 million, Rs. 40.551 million, Rs. 19.470 million and Rs. 0.673 million, respectively. We were unable to satisfy ourselves by alternative means. The short-term unsecured borrowings	Balance confirmations were sent to creditors however no response received from most of the creditors.

	include balances due to related parties. We were also unable to verify the transactions with these related parties during the year through confirmations or alternative audit procedures.	
	Liability payable to a director was understated in prior periods by approximately Rs. 3.999 million as a result of incorrect recording of the balance in the Company's accounting records. Although payments made to the director were in accordance with the actual liability, the incorrect book balance resulted in recognition of excess payment in the current period, which has been charged to profit or loss. In our opinion, such understatement represents a prior period error which, in accordance with the applicable financial reporting framework, should have been corrected by restating comparative figures and adjusting opening retained earnings. As the Company has recognized the adjustment in the current period and has not restated comparative figures as per requirements of IAS 8, the financial information reflects misstatement in the current period results and equity balances of 3.999 million respectively.	The Company acknowledges the matter and is reviewing the accounting treatment of the prior-period adjustment to ensure compliance with the applicable financial reporting framework.
	The stores and spares balances have remained static over the years, indicating potential obsolescence. In accordance with IAS 2, inventories are required to be measured at the lower of cost and net realizable value. However, the Company has not carried out any assessment to ensure that stores and spares reflect their recoverable amount as on June 30, 2026. Accordingly, the impact of the same on assets and the statement of Profit or loss of the Company is not determined.	The company will carry out valuation of the store and spares after starting production when technical staff will be hired.
	We were unable to obtain sufficient appropriate audit evidence to verify bank balances amounting to Rs. 0.47 million as at June 30, 2026. Consequently, we were unable to determine whether any adjustments were necessary to the bank balances	The company provided confirmation to the Bank but they did not provide a response to the auditors during the audit.

	and the related disclosures in the financial statements.	
	We did not receive confirmation from the Company's tax advisor regarding the status of pending tax proceedings and related exposures. Consequently, we were unable to determine whether the tax-related contingencies disclosed in note 26 to the financial statements were complete.	
	The Company did not appropriately comply with the requirements regarding deduction and deposit of withholding taxes, amounts due to Punjab Employees' Social Security Institution and Employees' Old Age Benefit Institution. These dues have not been separately disclosed in the financial statements as per the requirement of IAS-1 "Presentation of Financial Statements". Consequent impact of default penalty/ surcharge due to noncompliance of related provisions of the relevant laws has also not been quantified and disclosed in these financial statements.	Due to non-operational of core business activities most of the expenses are below or not subject to withholding tax limits. However complete provision has been recorded in the books regarding Punjab Employees' Social Security Institution and Employees' Old Age Benefit Institution as per related laws, as soon as company is able to financially pay these liabilities they will be paid off.
	The Company has not followed the IAS-19 "Employee Benefits" for determining gratuity payable under Industrial and Commercial Employment (Standing Orders) Ordinance, 1968. as explained in note 21 to the financial statements consequently the impact of the noncompliance of IAS 19 on the financial statements has not been quantified.	Due to the non-operation of Core Business Activities and layoff of employees on major position including Human resource department, the management has been unable to organize the determination for Employee Benefits under ordinance 1968. However appropriate provision against retirement benefits has been provided in the financial statements. Furthermore management has planned to follow IAS -19 as per previous practice in the coming year, once the core business operation will resume

The Statement of compliance with the Code of Corporate Governance is annexed.

The Board of Directors

The Board of Directors is composed of nine members, with statutory representation of different category of directors, which includes an independent director, non-executive directors and executive directors as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019. The Board is responsible for making strategic decisions with respect to important management matters, including the execution of important business activities and other matters as prescribed by law. These decisions are made after deliberating matters according to established criteria: assessing risks and giving due consideration to ground realities. The Board is also responsible for supervising and monitoring conduct guidelines.

Auditors

The statutory auditors of the company, M/s Mushtaq & Co, Chartered Accountants, have completed their audit of the company's financial statements and the Statement of Compliance with the Code of Corporate Governance for the financial year ended 30 June 2026 and shall retire on the conclusion of the 23rd Annual General Meeting. The Audit Committee recommends reappointment of M/s Mushtaq & Co, Chartered Accountants to be company's auditors for the financial year ending 30 June 2027 on terms and remuneration negotiated by the Chief Executive Officer.

Chairman's Review

The accompanied Chairman's review deals with the performance of the Company for the year ended 30 June 2026 and future outlook. The directors endorse the contents of the review.

Pattern of Shareholding

The pattern of shareholding as on 30 June 2026 is attached separately.

Acknowledgement

The Board of Directors once again acknowledges the cooperation of its shareholders, project partner, bankers, supplier's, employees who are helping the Company in its efforts to consolidate and commence commercial operations.

On behalf of the Board of Directors

Suhail Elahi
Chief Executive Officer
Lahore: 07 October 2026

Naim Anwar
Director

ڈائریکٹرز کی رپورٹ برائے حصص داران

محترم اراکین! السلام علیکم

بورڈ میں اپنے ساتھیوں کی جانب سے، میں آپ کی کمپنی کے 23 ویں سالانہ اجلاس عام میں آپ کا خیر مقدم کرتا ہوں اور 30 جون 2026 کو ختم ہونے والے سال کی سالانہ رپورٹ، بمع کمپنی کے آڈٹ شدہ مالیاتی گوشواروں کے، آپ کے سامنے پیش کرتا ہوں۔

کمپنی نے اپنے قرض دہندہ بینکوں کے سنڈیکیٹ کے ساتھ 2.08 ارب روپے کی واجب الادا ذمہ داریوں کے سلسلے میں تصفیے کا معاہدہ کامیابی سے مکمل کر لیا ہے۔ معاہدے پر دستخط کے وقت 50 ملین روپے کی ابتدائی ڈاؤن پیمنٹ ادا کی گئی۔ زیر جائزہ سال کے دوران کمپنی طے شدہ تصفیہ منصوبے کے تحت اپنی ذمہ داریاں پوری کرتی رہی اور تیسری قسط کامیابی سے ادا کر دی۔ چنانچہ آج تک سنڈیکیٹ قرض دہندگان کو مجموعی طور پر 293,462,669 روپے ادا کیے جا چکے ہیں۔

اس تصفیے کی معزز عدالت عالیہ سندھ نے رضامندی کے فرمان (کنسینٹ ڈگری) کے ذریعے باقاعدہ توثیق کر دی ہے، جو کمپنی کی ذمہ داریوں کی تشکیل نو کے لیے ایک قانونی طور پر پابند کن ڈھانچہ فراہم کرتی ہے اور کمپنی کی مالی بحالی اور طویل مدتی احیاء میں معاون ہے۔

سال کے دوران کمپنی نے 10 روپے فی حصص کی مساوی قیمت پر 4.44 ارب روپے کے 100% رائٹ شیئرز کے اجراء کا اعلان کیا۔ اس سے حاصل ہونے والی رقم کمپنی کی مالی پوزیشن کو مضبوط بنانے اور اس کی بیک ورڈ انٹیگریشن حکمت عملی، بشمول مجوزہ میٹنگ پلانٹ کے قیام، میں معاونت کے لیے مقصود ہے، جس سے آپریشنل کارکردگی میں اضافہ، بیرونی سپلائرز پر انحصار میں کمی اور طویل مدتی منافع میں بہتری متوقع ہے۔

مزید برآں، ایک تسلیم شدہ آزاد ماہر تخمینہ کی جاری کردہ ویلیوایشن رپورٹ کے مطابق کمپنی کے اثاثوں کی مالیت تقریباً 10 ارب روپے متعین کی گئی ہے، جبکہ ان کی موجودہ بک ویلیو 2.5 ارب روپے ہے۔ بورڈ آف ڈائریکٹرز کی مطلوبہ منظوریوں اور قابل اطلاق اکاؤنٹنگ و ریگولیٹری تقاضوں کی تعمیل سے مشروط، ممکنہ ری ویلیوایشن سرپلس کمپنی کے خالص اثاثوں کی پوزیشن پر نمایاں مثبت اثر ڈال سکتا ہے۔ اشارہ کردہ ویلیوایشن کی بنیاد پر کمپنی کی ممکنہ بریک اپ ویلیو تقریباً 15 روپے فی حصص تخمینہ کی گئی ہے، جبکہ مالیاتی گوشواروں میں ظاہر کی گئی موجودہ بک ویلیو 0.43 روپے فی حصص ہے۔

بورڈ تصفیہ منصوبے پر کامیاب عمل درآمد، کمپنی کی مالی پوزیشن کو مضبوط بنانے اور ایسے حکمت عملی اقدامات پر توجہ مرکوز رکھے ہوئے ہے جن کا مقصد آپریشنل استحکام کی بحالی اور حصص داران کے لیے پائیدار طویل مدتی قدر کی تخلیق ہے۔

30 جون 2026 کو ختم ہونے والے سال کے لیے کمپنی کی مالی کارکردگی درج ذیل رہی:

تفصیل	30 جون 2026 (روپے)	30 جون 2025 (روپے)
فروخت	صفر	صفر
فروخت کی لاگت	(109,672,185)	(38,608,041)
مجموعی (نقصان) / منافع	(109,672,185)	(38,608,041)
انتظامی و فروخت کے اخراجات	(11,420,647)	(11,068,614)
مالیاتی اخراجات	(64,665,213)	(129,249,631)
دیگر عملی آمدن	743,425	481,777,658
منافع / (نقصان) قبل از ٹیکس	(189,014,586)	243,462,411

58,998,168	24,183,185	ٹیکس
302,460,579	(164,831,401)	منافع / (نقصان) بعد از ٹیکس

کاروباری جائزہ

سال کے لیے فی حصص آمدن (0.37) روپے رہی، جبکہ مماثل مدت کے دوران یہ 0.68 روپے فی حصص تھی۔ سال کے لیے بعد از ٹیکس منافع (164.831) ملین روپے رہا، جبکہ مماثل سال میں 302.460 ملین روپے تھا۔

وعدوں / ذمہ داریوں میں اہم تبدیلیاں

اس بیلنس شیٹ سے متعلق مالی سال کے اختتام اور رپورٹ کی تاریخ کے درمیان ایسی اہم تبدیلیاں اور وعدے رونما ہوئے ہیں جو کمپنی کی مالی پوزیشن پر اثر انداز ہوتے ہیں۔
اثاثوں کی ری ویلیویشن
بینک قرضوں کی تشکیل نو کا اثر

مستقبل کے امکانات، خطرات اور غیر یقینی صورتحال:

اگرچہ اسٹیل کی صنعت کو مسلسل چیلنجز کا سامنا ہے، تاہم معاشی حالات میں بہتری تعمیراتی سرگرمیوں کو فروغ دے گی جس سے اسٹیل کی طلب میں اضافہ ہوگا۔ اسٹیل کے لیے طویل مدتی منظرنامہ مثبت ہے کیونکہ پاکستان جیسی ترقی پذیر معیشتوں کو، جن کی آبادی نوجوان اور بڑھتی ہوئی ہے، ترقی کا سفر جاری رکھنے کے لیے عوامی انفراسٹرکچر میں بڑی سرمایہ کاری درکار ہوتی ہے۔ ملک کی آبادیاتی ساخت ظاہر کرتی ہے کہ معیشت کو رہائش میں زیادہ سرمایہ کاری کی ضرورت ہوگی،

کمپنی نے سنڈیکیٹ بینکوں کے ساتھ اپنے طویل مدتی قرضوں کی تشکیل نو کے لیے کامیابی سے مذاکرات کیے ہیں اور ہمیں یہ بتاتے ہوئے خوشی ہے کہ حتمی معاہدے پر دستخط ہو چکے ہیں۔ معاہدے کے مطابق 50 ملین روپے کی ڈاؤن پیمنٹ ادا کر دی گئی ہے۔ اس اہم کامیابی کے بعد کمپنی اب آپریشنز کے آغاز کی جانب اقدامات کر رہی ہے۔

اندرونی مالی کنٹرولز

کمپنی میں تمام سطحوں پر مضبوط اندرونی کنٹرول کا نظام قائم اور نافذ ہے۔ اندرونی کنٹرول کا نظام کمپنی کے مقاصد کے حصول، آپریشنل تاثیر و کارکردگی، قابل اعتماد مالیاتی رپورٹنگ اور قوانین، ضوابط اور پالیسیوں کی تعمیل کو یقینی بنانے کے لیے اپنی ساخت میں مضبوط ہے۔

مالیاتی گوشوارے

کمپنی کے مالیاتی گوشواروں کا کمپنی کے آڈیٹرز، میسرز مشتاق اینڈ کو، چارٹرڈ اکاؤنٹنٹس، نے باقاعدہ آڈٹ کیا اور ان پر دستخط کیے ہیں اور ان کی رپورٹ مالیاتی گوشواروں کے ساتھ منسلک ہے۔ آڈیٹرز نے 30 جون 2026 کو ختم ہونے والے مالی سال کی اپنی آڈٹ رپورٹ میں ڈسکلیمر آف اوپینین (رائے سے لاتعلقی) ظاہر کی ہے۔ ڈسکلیمر اور تحفظات کی وجوہات اور ان پر ہمارے نکتہ وار جوابات درج ذیل ہیں:

نمبر شمار	تحفظات / مشروط رائے	جوابات
	کمپنی کو، جیسا کہ نوٹ 2 میں بیان کیا گیا ہے، 164.831 ملین روپے کا خالص نقصان ہوا (2025: 302.461 ملین روپے کا خالص منافع)، جس کی بنیادی وجہ 2025 میں طویل مدتی قرضوں کی تشکیل نو اور محفوظ قرضوں پر جمع شدہ مارک اپ تھی۔ تاہم، اس کے جمع شدہ نقصانات 1,816.879 ملین روپے ہیں (2025: 1,702.622 ملین روپے)۔ کمپنی کی موجودہ ذمہ داریاں اس کے موجودہ اثاثوں سے 1,056.315 ملین روپے (2025: 678.333 ملین روپے) اور لیکوئڈ اثاثوں سے 1,083.161 ملین روپے (2025: 705.179 ملین روپے) زیادہ ہیں۔ کمپنی کو طویل عرصے سے واجب الوصول رقوم، غیر موافق کلیدی مالی تناسب، بینکوں کے ساتھ قرض معاہدے کی شرائط کی تعمیل اور واجب الادا تاریخ پر قرض خواہوں کو ادائیگی میں دشواری کا بھی سامنا ہے۔ کمپنی اپنی سابقہ سنڈیکیٹڈ معاہداتی ذمہ داری کے تحت بینکوں کے ساتھ نادہندہ تھی، جس کی وجہ سے گزشتہ سال کمپنی نے اپنے سابقہ بینکاروں کے ساتھ اپنے سنڈیکیٹڈ قرض کی تشکیل نو کی، جس کی تفصیل نوٹ 19 میں دی گئی ہے۔ کمپنی سنڈیکیٹڈ ایل ٹی ایف کی دو اقساط کی ادائیگی میں نادہندہ رہی، جن میں سے ہر ایک 127.493 ملین روپے کی تھی اور جو بالترتیب 25 مارچ 2026 اور 25 جون 2026 کو واجب الادا تھیں۔ مذکورہ نادہندگی اور مناسب معلومات کی عدم موجودگی کی وجہ سے ہم قرضوں کی واجب الادا رقوم اور موجودہ میعاد کی تصدیق کرنے اور یہ تعین کرنے سے قاصر رہے کہ آیا اس سلسلے میں کوئی ایڈجسٹمنٹ درکار تھی۔ کمپنی نے 2019 سے اپنی تجارتی پیداوار بھی بند کر رکھی ہے اور ورکنگ کیپیٹل کی کمی کے باعث اپنے کلیدی انتظامی عملے سے محروم ہو گئی ہے جن کی جگہ کوئی نہیں لایا گیا۔ کمپنی کی انتظامیہ نے اپنا کاروبار بحال کرنے کے لیے مستقبل کے کوئی منصوبے بھی شیئر نہیں کیے۔ یہ حالات ظاہر کرتے ہیں کہ ایسی مادی غیر یقینی صورتحال موجود ہے جو کمپنی کی گوننگ کنسرن کے طور پر جاری رہنے، اپنے اثاثوں کو وصول کرنے اور اپنی ذمہ داریاں معمول کے کاروبار میں ادا کرنے کی صلاحیت پر نمایاں شکوک پیدا کر سکتی ہے۔ تاہم، ان مالیاتی گوشواروں میں درج شدہ اثاثوں کی وصولی	کمپنی نے کامیابی کے ساتھ تصفیہ کر لیا ہے جس کے تحت سنڈیکیٹ بینکوں نے کمپنی کے قرضوں کی تشکیل نو کر دی ہے، جس کے بعد کمپنی تجارتی پیداوار کے آغاز کے منصوبے بنا رہی ہے۔ انتظامیہ پر امید ہے کہ اس سے یہ تمام عوامل کم ہو جائیں گے۔

	اور درجہ بندی اور ذمہ داریوں کی درجہ بندی سے متعلق کوئی ایڈجسٹمنٹ شامل نہیں جو اس صورت میں ضروری ہو سکتی تھی کہ کمپنی گونگ کنسرن کے طور پر جاری نہ رہ سکے۔ ان حالات میں گونگ کنسرن مفروضے کا استعمال مناسب نہیں ہے۔	
کمپنی طے شدہ تصفیہ انتظام کے مطابق سنڈیکیٹ بینکوں کے ساتھ واجب الادا بیلنسز کی مصالحت اور تصدیق کے لیے سرگرمی سے کوشاں ہے۔ انتظامیہ واجب الادا اقساط کے حل اور ظاہر کردہ کنٹینجمنسی سے متعلق معاملات کے تصفیے کے لیے ضروری اقدامات بھی کر رہی ہے۔	سنڈیکیٹ طویل مدتی فنانس (ایل ٹی ایف) 446.930 ملین روپے، اس پر محفوظ قرضوں پر جمع شدہ مارک اپ 551.867 ملین روپے، ایل ٹی ایف پر جمع شدہ مارک اپ 17.312 ملین روپے، اور سال کے دوران عائد کردہ مارک اپ 64.652 ملین روپے، جیسا کہ بالترتیب نوٹ 19، 20، 24 اور 29 میں ظاہر کیا گیا ہے، بینکوں کی جانب سے غیر تصدیق شدہ رہے۔ مزید برآں، کمپنی سنڈیکیٹ ایل ٹی ایف کی دو اقساط کی ادائیگی میں نادیبہ رہی، جن میں سے ہر ایک 127.493 ملین روپے کی تھی اور جو بالترتیب 25 مارچ 2026 اور 25 جون 2026 کو واجب الادا تھیں۔ مزید یہ کہ نوٹ 26.1 میں ظاہر کردہ ہنگامی ذمہ داری (کنٹینجمنسی) کا بھی کافی مناسب آڈٹ شواہد کی عدم دستیابی کے باعث تعین نہیں کیا جا سکا۔ چنانچہ کافی مناسب آڈٹ شواہد کی عدم موجودگی میں ہم ان بیلنسز کی درستگی اور مکمل ہونے کا تعین کرنے سے قاصر رہے۔	
قرض خواہوں کو بیلنس کنفرمیشنز بھیجی گئی تھیں تاہم زیادہ تر قرض خواہوں کی جانب سے کوئی جواب موصول نہیں ہوا۔	قلیل مدتی غیر محفوظ قرضوں (نوٹ 25)، تجارتی اور دیگر واجبات (نوٹ 23)، طویل مدتی سیکیورٹی ڈپازٹس (نوٹ 9)، تجارتی مقروض (نوٹ 11) اور ایڈوانسز کے سلسلے میں، جو بالترتیب 598.564 ملین روپے، 35.624 ملین روپے، 40.551 ملین روپے، 19.470 ملین روپے اور 0.673 ملین روپے ہیں، بیلنس کنفرمیشن کی درخواستوں کا کوئی جواب نہیں ملا۔ ہم متبادل ذرائع سے اپنی تسلی نہیں کر سکے۔ قلیل مدتی غیر محفوظ قرضوں میں متعلقہ فریقوں کو واجب الادا بیلنسز شامل ہیں۔ ہم سال کے دوران ان متعلقہ فریقوں کے ساتھ لین دین کی تصدیق بھی کنفرمیشنز یا متبادل آڈٹ طریقہ کار کے ذریعے نہیں کر سکے۔	
کمپنی اس معاملے کو تسلیم کرتی ہے اور قابل اطلاق مالیاتی رپورٹنگ فریم ورک کی تعمیل کو یقینی بنانے کے لیے پچھلی مدت کی ایڈجسٹمنٹ کے اکاؤنٹنگ ٹریٹمنٹ کا جائزہ لے رہی ہے۔	ایک ڈائریکٹر کو واجب الادا ذمہ داری پچھلے ادوار میں کمپنی کے اکاؤنٹنگ ریکارڈ میں بیلنس کے غلط اندراج کے نتیجے میں تقریباً 3.999 ملین روپے کم ظاہر کی گئی تھی۔ اگرچہ ڈائریکٹر کو کی گئی ادائیگیاں اصل ذمہ داری کے مطابق تھیں، تاہم کتابی بیلنس کی غلطی کے باعث موجودہ مدت میں زائد ادائیگی تسلیم کی گئی، جسے نفع و نقصان میں چارج کیا گیا۔ ہماری رائے میں ایسی کم ظاہری ایک پچھلی مدت کی غلطی کی نمائندگی کرتی ہے جسے قابل اطلاق مالیاتی رپورٹنگ فریم ورک کے مطابق تقابلی اعداد و شمار کی دوبارہ پیشکش اور ابتدائی برقرار رکھی گئی آمدن کی ایڈجسٹمنٹ کے ذریعے درست کیا جانا چاہیے تھا۔ چونکہ کمپنی نے یہ ایڈجسٹمنٹ موجودہ مدت میں تسلیم کی ہے اور آئی اے ایس 8	

کے تقاضوں کے مطابق تقابلی اعداد و شمار کی دوبارہ پیشکش نہیں کی، اس لیے مالیاتی معلومات موجودہ مدت کے نتائج اور ایکویٹی بیلنسز میں بالترتیب 3.999 ملین روپے کی غلط بیانی ظاہر کرتی ہیں۔	
کمپنی پیداوار کے آغاز کے بعد، جب تکنیکی عملہ بھرتی کر لیا جائے گا، اسٹور اور اسپینرز کی ویلیویشن کرے گی۔	اسٹورز اور اسپینرز کے بیلنسز برسوں سے جوں کے توں رہے ہیں، جو ممکنہ متروکیت (آبسولیشن) کی نشاندہی کرتے ہیں۔ آئی اے ایس 2 کے مطابق انویٹریز کی پیمائش لاگت اور قابل حصول خالص قدر میں سے کم تر پر کی جانی ضروری ہے۔ تاہم کمپنی نے یہ یقینی بنانے کے لیے کوئی جائزہ نہیں لیا کہ 30 جون 2026 کو اسٹورز اور اسپینرز اپنی قابل وصول قدر ظاہر کرتے ہیں۔ چنانچہ کمپنی کے اثاثوں اور نفع و نقصان کے گوشوارے پر اس کا اثر متعین نہیں کیا گیا۔
کمپنی نے بینک کو کنفرمیشن فراہم کی تھی تاہم انہوں نے آڈٹ کے دوران آڈیٹرز کو جواب فراہم نہیں کیا۔	ہم 30 جون 2026 کو 0.47 ملین روپے کے بینک بیلنسز کی تصدیق کے لیے کافی مناسب آڈٹ شواہد حاصل نہیں کر سکے۔ نتیجتاً، ہم یہ تعین نہیں کر سکے کہ آیا بینک بیلنسز اور مالیاتی گوشواروں میں متعلقہ انکشافات میں کسی ایڈجسٹمنٹ کی ضرورت تھی۔
	ہمیں کمپنی کے ٹیکس مشیر کی جانب سے زیر التوا ٹیکس کارروائیوں اور متعلقہ خطرات کی صورتحال کے بارے میں تصدیق موصول نہیں ہوئی۔ نتیجتاً، ہم یہ تعین نہیں کر سکے کہ آیا مالیاتی گوشواروں کے نوٹ 26 میں ظاہر کردہ ٹیکس سے متعلق کنٹینجسز مکمل تھیں۔
بنیادی کاروباری سرگرمیاں غیر فعال ہونے کے باعث زیادہ تر اخراجات ود ہولڈنگ ٹیکس کی حدود سے کم ہیں یا ان کے تابع نہیں ہیں۔ تاہم پنجاب ایمپلائز سوشل سیکیورٹی انسٹی ٹیوشن اور ایمپلائز اولڈ ایج بینیفٹ انسٹی ٹیوشن کو واجب الادا رقم سے متعلق تقاضوں کی مناسب طور پر تعمیل نہیں کی۔ ان واجبات کو آئی اے ایس-1 "مالیاتی گوشواروں کی پیشکش" کے تقاضے کے مطابق مالیاتی گوشواروں میں الگ سے ظاہر نہیں کیا گیا۔ متعلقہ قوانین کی دفعات کی عدم تعمیل کے باعث ڈیفالٹ پنالٹی / سرچارج کے نتیجے میں پڑنے والے اثر کا بھی ان مالیاتی گوشواروں میں تعین اور انکشاف نہیں کیا گیا۔	کمپنی نے ود ہولڈنگ ٹیکسوں کی کٹوتی اور جمع کرانے، پنجاب ایمپلائز سوشل سیکیورٹی انسٹی ٹیوشن اور ایمپلائز اولڈ ایج بینیفٹ انسٹی ٹیوشن کو واجب الادا رقم سے متعلق تقاضوں کی مناسب طور پر تعمیل نہیں کی۔ ان واجبات کو آئی اے ایس-1 "مالیاتی گوشواروں کی پیشکش" کے تقاضے کے مطابق مالیاتی گوشواروں میں الگ سے ظاہر نہیں کیا گیا۔ متعلقہ قوانین کی دفعات کی عدم تعمیل کے باعث ڈیفالٹ پنالٹی / سرچارج کے نتیجے میں پڑنے والے اثر کا بھی ان مالیاتی گوشواروں میں تعین اور انکشاف نہیں کیا گیا۔
بنیادی کاروباری سرگرمیاں غیر فعال ہونے اور ہیومن ریسورس ڈیپارٹمنٹ سمیت اہم عہدوں پر ملازمین کی چھانٹی کے باعث انتظامیہ آرڈیننس 1968 کے تحت ملازمین کے فوائد کے تعین کا انتظام نہیں کر سکی۔ تاہم مالیاتی گوشواروں میں ریٹائرمنٹ فوائد کے مقابلے میں مناسب پرووژن فراہم کیا گیا ہے۔ مزید برآں، انتظامیہ نے منصوبہ بنایا ہے کہ بنیادی کاروباری آپریشنز دوبارہ شروع ہونے پر آئندہ سال سابقہ طریقہ کار کے مطابق آئی اے ایس-19 پر عمل کیا جائے گا۔	کمپنی نے انڈسٹریل اینڈ کمرشل ایمپلائمنٹ (اسٹینڈنگ آرڈرز) آرڈیننس، 1968 کے تحت واجب الادا گریجویٹ کے تعین کے لیے آئی اے ایس-19 "ملازمین کے فوائد" پر عمل نہیں کیا، جیسا کہ مالیاتی گوشواروں کے نوٹ 21 میں وضاحت کی گئی ہے؛ نتیجتاً مالیاتی گوشواروں پر آئی اے ایس 19 کی عدم تعمیل کے اثر کا تعین نہیں کیا گیا۔

کارپوریٹ گورننس کوڈ کی تعمیل کا گوشوارہ منسلک ہے۔

بورڈ آف ڈائریکٹرز

بورڈ آف ڈائریکٹرز نو اراکین پر مشتمل ہے، جس میں لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے تقاضوں کے مطابق ڈائریکٹرز کی مختلف اقسام کی قانونی نمائندگی شامل ہے، جن میں ایک آزاد ڈائریکٹر، نان ایگزیکٹو ڈائریکٹرز اور ایگزیکٹو ڈائریکٹرز شامل ہیں۔ بورڈ اہم انتظامی امور، بشمول اہم کاروباری سرگرمیوں کے نفاذ اور قانون کے تحت مقرر دیگر امور کے بارے میں حکمت عملی کے فیصلے کرنے کا ذمہ دار ہے۔ یہ فیصلے طے شدہ معیارات کے مطابق امور پر غور و خوض، خطرات کے جائزے اور زمینی حقائق پر مناسب توجہ کے بعد کیے جاتے ہیں۔ بورڈ ضابطہ اخلاق کی ہدایات کی نگرانی اور نگہبانی کا بھی ذمہ دار ہے۔

آڈیٹرز

کمپنی کے قانونی آڈیٹرز، میسرز مشتاق اینڈ کو، چارٹرڈ اکاؤنٹنٹس، نے 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے کمپنی کے مالیاتی گوشواروں اور کارپوریٹ گورننس کوڈ کی تعمیل کے گوشوارے کا اپنا آڈٹ مکمل کر لیا ہے اور 23 ویں سالانہ اجلاس عام کے اختتام پر ریٹائر ہو جائیں گے۔ آڈٹ کمیٹی 30 جون 2027 کو ختم ہونے والے مالی سال کے لیے میسرز مشتاق اینڈ کو، چارٹرڈ اکاؤنٹنٹس، کی بطور کمپنی آڈیٹرز دوبارہ تقرری کی سفارش کرتی ہے، جو چیف ایگزیکٹو آفیسر کی جانب سے طے کردہ شرائط اور معاوضے پر ہوگی۔

چیئرمین کا جائزہ

منسلک چیئرمین کا جائزہ 30 جون 2026 کو ختم ہونے والے سال کے لیے کمپنی کی کارکردگی اور مستقبل کے منظرنامے سے متعلق ہے۔ ڈائریکٹرز اس جائزے کے مندرجات کی توثیق کرتے ہیں۔

حصص داری کا نمونہ (پیٹرن آف شینر بولڈنگ)

30 جون 2026 کے مطابق حصص داری کا نمونہ علیحدہ سے منسلک ہے۔

اظہار تشکر

بورڈ آف ڈائریکٹرز ایک بار پھر اپنے حصص داران، پراجیکٹ پارٹنر، بینکاروں، سپلائرز اور ملازمین کے تعاون کا اعتراف کرتا ہے جو کمپنی کی اپنی کوششوں کو مستحکم کرنے اور تجارتی آپریشنز کا آغاز کرنے میں معاونت کر رہے ہیں۔

منجانب بورڈ آف ڈائریکٹرز

نعیم انور
ڈائریکٹر

سہیل الہی
چیف ایگزیکٹو آفیسر
لاہور: 07 اکتوبر 2026

DOST STEELS LIMITED **CODE OF CONDUCT**

PREAMBLE

Every Company employee receives a personal copy of Code of Conduct at the time of employment. This is the code to which the company is also committed. The maintaining the highest standards of conduct and ethical behavior is morally right and legally required and requires the personal commitment of every Director and Employee.

This Code of Conduct is a guide to the ethical conduct for directors and Employees of the Company. The Code also aims at informing the public of the principles to which the Company's employees subscribe. The code further signifies that Director and employees shall abide by proper and legal business practices, and perform under a standard of professional behavior that adheres to high principles of ethical conduct on behalf of the public, clients, employees etc.

POLICY STATEMENT

It is the policy of the Company to follow the highest business and ethical standards of conduct. It is the obligation of every employee of the Company to be a responsible, i.e. to be honest trustworthy conscientious, and dedicated to the highest standards of ethical business practices

RESPONSIBILITIES TO THE SHAREHOLDERS OF THE COMPANY

A primary obligation of directors and employees of the Company is to serve the shareholders' interest. While the definition of the shareholders' interest changes through ongoing debate, an employee owes faithfulness to a responsibly derived concept of the Shareholders' interest.

THE DIRECTOR' RESPONSIBILITIES TO EMPLOYEES

As an employer, the Board of Directors' has certain responsibilities to its employees, and shall strive to:

- 1) the Company with all applicable employment/labor laws and regulations;
- 2) provide a safe work environment in compliance with all-applicable laws and regulations;
- 3) appropriately acknowledge work performed by employees;
- 4) provide opportunities for professional growth and development of employees;
- 5) develop clear lines of communication between employer and employee, and provide employees with a clear understanding of their responsibilities; and
- 6) consistently maintain fair, equitable, and professional conduct toward its employees.

RESPONSIBILITIES OF EMPLOYEES TO THE COMPANY

1. Employees shall conduct their employment activities with the highest principles of honesty, integrity, truthfulness and honor. To this end, employees are to avoid not only impropriety, but also the appearance of impropriety;
2. Employees have a legal, moral and ethical responsibility to report to the Company, or the appropriate authorities, known or suspected violations of law, regulations, or corporate policy, including the Company's Standards of Conduct;
3. Employees shall not make, recommend, or cause to be taken any action known or believed to be in violation of any law, regulation or corporate policy;
4. Employees shall not make, recommend, or cause to be made any expenditure of funds known or believed to be in violation of any law, regulation or corporate policy;
5. Employees shall not use their position in employment to force, induce, coerce, harass, intimidate, or in any manner influence any person, including subordinates, to provide any favor gift or benefit whether financial or otherwise, to themselves or others.
6. In business dealings with government entities, whether Pakistan or foreign, employees shall not provide or offer to provide, any gratuity, favor or other benefit to government employees, or engage in any other activity which could improperly influencing, their decisions or activities. All such activities with the governmental agencies shall be conducted strictly on an arm's length, basis;
7. Employees representing the Company to third parties shall not allow themselves to be placed in a position in which actual or apparent conflicts of interest exists. Such conflicts of interest may arise appear to arise or appear to arise, by reason of the employees' acceptance of gratuities, favors or other valuable benefits which could improperly influence or reasonably be interpreted as improperly influencing sound business decisions. All such activities shall be conducted strictly on an arm's length, business basis;
8. Employees will exercise great care in situations in which a pre existing personal relationship exists between an employee and an industry representative or Government employee or official of an agency with whom the Company has an existing or potential business relationship. In such a situation the employee shall immediately report the relationship to management and pending further direction by the Company, the employee shall take no further action associated with the business in which the personal relationship exists. Where there is any doubt as to the propriety of the relationship, the employee shall report the relationship to management so as to avoid even the appearance of impropriety;
9. Employees shall not engage in outside business activities, either directly or indirectly, with a client vendor, supplier or agent of the Company, or engage in business activities, which are inconsistent with or contrary to the business activities of the Company;
10. The employees should observe the time of arrival and leaving of office as determined by Human Resource Department of the Company; and
11. Employees shall not use or disclose the Company's business secrets, proprietary or confidential information, or any other confidential information gained in the performance of Company duties as a means of making private profit, gain or benefit.

SUMMARY

The Company's reputation and its actions as a legal entity depend on the conduct of its directors and employees. Each director and employee must commit to act according to the highest ethical standards and to know and abide by applicable laws. We all must assure that our personal conduct is in line with above reproach and complies with the highest standards of conduct and business ethics

We also have no obligation to issuer that the conduct of those who work for and around us comply with the above standards

The Company's Code of Conduct and Standards of Conduct will be enforced at all levels fairly and without prejudice.

INDEPENDENT AUDITORS' REVIEW REPORT

To the members of Dost Steels Limited

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of **Dost Steels Limited** for the year ended June 30, 2026, in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries about the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are required and have ensured compliance with this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Company's process for identification of related parties and whether the related party transactions were undertaken at arm's length price or not.

Based on our review, except for the below instances of non-compliance, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2026.

Following instances of non-compliance with the requirements of the Code were observed which are stated as under:

Sr. No.	Regulation ref no.	Description
1	6	The Company has appointed two independent directors on the Board against the requirement of at least one-third of the total Board, which amounts to four independent directors in case of a Board comprising ten directors.
2	35	The Company have not posted on their website the key elements of its significant policies, brief synopsis of TORs of the Board's committees and key elements of directors' remuneration policy.
3	10A	The Company has not complied with the requirements relating to the role of the Board in addressing sustainability risks and opportunities as prescribed under Regulation 10A of the Regulations.
4	19	Three out of Ten directors do not have the required Directors' Training Program (DTP) certification.

MUSHTAQ & CO.

CHARTERED ACCOUNTANTS

5	24	The Company has appointed the same person as Chief Financial Officer and Company Secretary.
6	22 & 23	The head of internal auditor, Company Secretary and Chief Financial Officer (CFO) do not possess requisite qualification according to the Regulations.
7	28(2)	Non-Executive director is acting as Chairman of Human Resource and Remuneration Committee.
8	29(1)	The Company has not constituted a separate Nomination Committee as prescribed under Regulation 29(1) of the Regulations.
9	30(1)	The Company has not constituted a Risk Management Committee as prescribed under Regulation 30(1) of the Regulations.

Mushtaq & Co.

Mushtaq & Co,

Chartered Accountants

Engagement partner: Nouman Arshad ACA.

Lahore.



Dated: October 08, 2026

UDIN: CR202610724oY61wk3tM

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019 (THE REGULATIONS) OF DOST STEELS LIMITED FOR THE YEAR ENDED 30 JUNE 2026

Dost Steels Limited (the Company) has complied with the requirements of the Regulations, in the following manner:

1. The total number of directors are Ten (10) as per the following:

Male: 07

Female: 03

2. The composition of the Board of Directors (the Board) is as follows:

Category	Name of Directors
Independent Directors	Mrs. Saba Azam Mr. Shafiq Ahmed Soomro
Non-Executive Directors	Mr. Naim Anwar (Chairman) Mr. Muhammad Azhar Chughtai Mr. Zahid Iftikhar Mr. Mian Abuzar Shad Mr. Asim Jilani (Nominee of Faysal Bank Limited) Mrs. Naushaba Shahzad (Nominee of National Bank of Pakistan)
CEO	Mr. Suhail Elahi, Chief Executive Officer (CEO)
Female Director	Mrs. Nargis Abuzar Shad

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company;

4. The Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it through the Company along with its supporting policies and procedures;

5. The Board has developed a vision/ mission statement, overall corporate strategy and significant policies of the Company. The Board has ensured that a complete record of particulars of significant policies along with their dates of approval or updating a maintained by the Company;

6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/ shareholders as empowered by the relevant provisions of the Act and these regulations;

7. The meetings of the Board were presided over by the Chairman and, in his absence, by director elected by the Board for this purpose. The Board has complied with the requirements of the Act and the Regulations with respect to frequency, recordings and circulating minutes of meetings of the Board;

8. The Board has a formal policy and transparent procedure for remuneration of directors in accordance with the Act and the Regulations;

9. Presently, one director has completed the required Directors' Training Program (DTP) and one director is exempt from DTP on the basis of qualification and experience. Five newly appointed directors are required to complete the DTP within one year from the date of their appointment to the Board. The Board could not arrange DTP during the year for the remaining three directors;

10. The Board has approved the appointment of the head of internal audit, Chief Financial Officer (CFO) and company secretary including their remuneration and terms and conditions of employment and complied with

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relevant requirements of the Regulations. During the year, new appointments of CFO and company secretary were made. Further, Chief Financial Officer (CFO) and the head of internal audit does not meet the qualification criteria given in regulation 22 and 23;

11. The CFO and CEO duly endorsed the financial statements before approval of the Board;

12. The Board has formed committees comprising of members given below:

Audit Committee

Mr. Shafiq Ahmed Soomro (Chairman)
Mr. Muhammad Azhar Chughtai (Member)
Ms. Saba Azam (Member)

HR and Remuneration Committee

Mr. Mian Abuzar Shad (Chairman)
Mr. Naim Anwar (Member)
Mr. Suhail Elahi (Member)

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committees for compliance;

14. The frequency of meetings of the aforesaid committees were as per following:

- a) Audit Committee: (4 meetings held during the year)
- b) HR and Remuneration committee: (1 meeting held during the year)

15. The Board has set up an effective internal audit function, led by head of internal audit who is not considered suitably qualified and experienced for the purpose, however is conversant with the policies and procedures of the Company;

16. The statutory auditors of the Company has confirmed that they have been given a satisfactory rating under the Quality Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guideline on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the CEO, CFO, head of internal audit, company secretary or director of the Company;

17. The statutory auditors or the persons associated with them have not been appointed to provide other services expect in accordance with the Act, the Regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard;

18. We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with except the following:

Statement of Compliance para reference	Regulation Ref. no	Non-compliance
2	6	There are two of independent directors appointed on the Board instead of one third of the Board (i.e. three).

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19. Explanation for non-compliance with requirements, other than regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

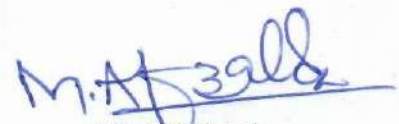
Statement of Compliance para reference	Regulations Ref. no	Requirement	Explanation for Non-compliances
4	35	The Company may post on their website the key elements of its significant policies, brief synopsis of TORs of the Board's committees and key elements of director remuneration policy.	Although these are well circulated among the relevant employees and directors, the Board shall consider posting such policies and synopsis on its website in near future.
5	10 A	Role of the Board and its members to address Sustainability Risks and Opportunities.	In previous year, the Securities and Exchange Commission of Pakistan issued certain amendments of the Listed Companies (Code of Corporate Governance) Regulations, 2019 through its notification dated 12 June 2024 and added a new Regulation 10A. Currently, the Management is assessing these amendments and compliance thereof, as applicable, will be performed in due course.
9.	19	By 30 June 2022, all the directors on the Board should have acquired the prescribed certification under any DTP offered by the institutions, local or foreign that meet the criteria specified and approved by the Commission. Furthermore, newly appointed director on the Board may acquire, the directors training program certification within a period of one year from the date of appointment as a director on the Board	Dost Steels Limited being a responsible and compliant company has already arranged DTP in the past for directors and plans to do the same in the future as soon as it overcomes its financial constraints.
10 & 15	22 & 23	The Board has set up an effective internal audit function led by head of internal audit who is considered suitably qualified and experienced for the purpose and is conversant with the policies and procedures of	In view of lack of the financial resources appropriate hiring could not be made, however steps are being taken to hire appropriately qualified head of internal audit, CFO and company secretary.

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		the Company. Further, a listed company shall have CFO and company secretary having requisite qualification and experience.	
10	24	The same person shall not simultaneously hold the office of CFO and Company Secretary of a listed Company.	Currently, the CFO is acting as a Company Secretary till the position of Company Secretary is filled. The Board intends to segregate the position as soon as it overcomes its financial constraints.
12	28(2)	The chairman of the HR committee shall be an independent director.	Currently, non-executive director is serving as the Chairman of the Committee. However, the Company intends to appoint an independent director as Chairman upon the reconstitution of the Board in the near future.
12	29(1)	Nomination Committee - The Board may constitute a separate Committee, designated as the nomination Committee, of such number and class of directors, as it may deem appropriate in its circumstances.	The Board has not formed the Nomination Committee as the responsibility of this Committee is being taken care of at the Board level currently. Therefore, a need for separate formation of this Committee does not exist.
12	30(1)	Risk Management Committee- The Board may constitute the risk management Committee, of such number and class of directors, as it may deem appropriate in its circumstances, to carry out a review of effectiveness of risk management procedures and present a report to the Board.	The Board has not formed the Risk Management Committee as the responsibility of this Committee is being taken care of at the Board level currently. The Board intends to constitute Risk Management Committee when the Board is reconstituted.

For and behalf of the Board
Dost Steels Limited


Suhail Elahi
Chief Executive


Afzal Shehzad
Company Secretary

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Independent Auditors' Report to the members of Dost Steels Limited

Report on the Audit of the Financial Statements

Disclaimer of Opinion

We were engaged to audit the annexed financial statements of **Dost Steels Limited (the Company)**, which comprise the statement of financial position as at **June 30, 2026**, and the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information.

We do not express an opinion on the accompanying financial statements of the Company. Because of the significance of the matters described in the **Basis for Disclaimer of Opinion** section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis of Disclaimer of Opinion

1. The Company, as stated in note 2, incurred a net loss of Rs. 164.831 million (2025: net gain of Rs. 302.461 million) which was primarily due to restructuring of long-term borrowings and markup accrued on secured borrowings in 2025. However, its accumulated losses are Rs. 1,816.879 million (2025: Rs. 1,702.622 million). The current liabilities of the Company exceed its current assets by Rs. 1,056.315 million (2025: Rs. 678.333 million) and liquid assets by Rs. 1,083.161 million (2025: Rs. 705.179 million). The Company has also been facing long overdue receivables, unfavorable key financial ratios, difficulty in complying with the terms of loan agreement with banks and to pay creditors on due date. The Company was in default under its previously syndicated contractual obligation with bankers due to which during the last year Company restructured its syndicated loan with previous bankers, as detailed in note 19. The Company has defaulted in payment of two installments of the syndicate LTF amounting to Rs.127.493 million each, which were due on March 25, 2026, and June 25, 2026, respectively. Due to the aforementioned default and the absence of sufficient appropriate information, we were unable to verify the overdue amounts and current maturities of the loans and determine whether any adjustments were required in this regard. The Company has also stopped its commercial production since 2019 and lost its key management staff without replacement due to working capital deficiency. Management of the Company has also not shared any future plans to revive its business. These conditions indicate that material uncertainties exist that may cast significant doubt on the Company's ability to continue as a going concern, to realize its assets and to discharge its liabilities in normal course of business. However, these financial statements do not include any adjustment relating to the recoverability and classification of recorded assets and classifications of liabilities that might be necessary should the Company be unable to continue as going concern. Under the circumstances use of going concern assumption is not appropriate.
2. The syndicate long-term finance (LTF) of Rs. 446.930 million, markup accrued on secured borrowings thereon of Rs. 551.867 million, accrued markup on LTF of Rs. 17.312 million, and markup charged during the year of Rs. 64.652 million, as disclosed in Notes 19, 20, 24 and 29, respectively, remained unconfirmed by the banks. Furthermore, the Company has defaulted in payment of two installments of the syndicate LTF amounting to Rs. 127.493 million each, which were due on March 25, 2026, and June 25, 2026, respectively. Furthermore, the contingency disclosed in Note 26.1 could also not be ascertained due to the non-availability of sufficient appropriate audit evidence. Accordingly, in the absence of sufficient appropriate audit evidence, we were unable to ascertain the accuracy and completeness of these balances.
3. Balance confirmation requests have remained unresponded to in respect of short-term borrowings-unsecured (note 25), trade and other payables (note 23), long term security deposits (note 9), trade debtors (note 11) and

Advances amounting to Rs. 598.564 million, Rs. 35.624 million, Rs. 40.551 million, Rs. 19.470 million and Rs. 0.673 million, respectively. We were unable to satisfy ourselves by alternative means. The short-term unsecured borrowings include balances due to related parties. We were also unable to verify the transactions with these related parties during the year through confirmations or alternative audit procedures.

4. Liability payable to a director was understated in prior periods by approximately Rs. 3.999 million as a result of incorrect recording of the balance in the Company's accounting records. Although payments made to the director were in accordance with the actual liability, the incorrect book balance resulted in recognition of excess payment in the current period, which has been charged to profit or loss. In our opinion, such understatement represents a prior period error which, in accordance with the applicable financial reporting framework, should have been corrected by restating comparative figures and adjusting opening retained earnings. As the Company has recognized the adjustment in the current period and has not restated comparative figures as per requirements of IAS 8, the financial information reflects misstatement in the current period results and equity balances of 3.999 million respectively.
5. The stores and spares balances have remained static over the years, indicating potential obsolescence. In accordance with IAS 2, inventories are required to be measured at the lower of cost and net realizable value. However, the Company has not carried out any assessment to ensure that stores and spares reflect their recoverable amount as on June 30, 2026. Accordingly, the impact of the same on assets and the statement of Profit or loss of the Company is not determined.
6. We were unable to obtain sufficient appropriate audit evidence to verify bank balances amounting to Rs. 0.47 million as at June 30, 2026. Consequently, we were unable to determine whether any adjustments were necessary to the bank balances and the related disclosures in the financial statements.
7. We did not receive confirmation from the Company's tax advisor regarding the status of pending tax proceedings and related exposures. Consequently, we were unable to determine whether the tax-related contingencies disclosed in note 26 to the financial statements were complete.
8. The Company did not appropriately comply with the requirements regarding deduction and deposit of withholding taxes, amounts due to Punjab Employees' Social Security Institution and Employees' Old Age Benefit Institution. These dues have not been separately disclosed in the financial statements as per the requirement of IAS-1 "Presentation of Financial Statements". Consequent impact of default penalty/ surcharge due to noncompliance of related provisions of the relevant laws has also not been quantified and disclosed in these financial statements.
9. The Company has not followed the IAS-19 "Employee Benefits" for determining gratuity payable under Industrial and Commercial Employment (Standing Orders) Ordinance, 1968. as explained in note 21 to the financial statements consequently the impact of the noncompliance of IAS 19 on the financial statements has not been quantified.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the Preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Companies Act, 2017 (XIX of 2017) and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of

accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our responsibility is to conduct an audit of the Company's financial statements in accordance with International Standards on Auditing and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Report on Other Legal and Regulatory Requirements

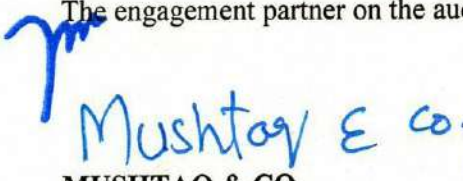
Based on our audit engagement, we further report that because of the matter described in the **Basis for Disclaimer of Opinion** section of our report, we are unable to form an opinion whether:

- Proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- The statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- Investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- No zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Other Matter Paragraph

The financial statements of the company for the year ended June 30, 2025, were audited by another auditor who expressed Disclaimer of opinion on those statements as on October 03, 2025.

The engagement partner on the audit resulting in this independent auditors' report is **Nouman Arshad, ACA**.


MUSHTAQ & CO.
Chartered Accountants
Lahore.



Dated: October 08, 2026
UDIN: AR202610724BLetPk6DX

DOST STEELS LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	2026 Rupees	2025 Rupees Restated
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	11,366,959,540	11,449,458,842
Intangible assets	8	1,000	1,000
Long term security deposits	9	40,551,445	40,551,445
		11,407,511,985	11,490,011,287
CURRENT ASSETS			
Stores and spares		26,845,775	26,845,775
Stock in trade	10	-	-
Trade debtors	11	-	-
Advances	12	672,594	1,082,384
Tax Refund due from government	13	16,481,034	11,694,502
Cash and bank balances	14	1,632,361	676,819
		45,631,764	40,299,480
TOTAL ASSETS		11,453,143,749	11,530,310,767
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital	15	4,446,955,770	4,446,955,770
Discount on issue of shares	16	(2,130,224,462)	(2,130,224,462)
Advance for issuance of shares	17	3,829,952	3,829,952
Capital reserve			
Surplus on revaluation of property, plant and equipment	18	7,022,360,099	7,072,934,991
Revenue reserve			
Accumulated loss		(1,816,878,671)	(1,702,622,162)
		7,526,042,688	7,690,874,089
NON-CURRENT LIABILITIES			
Long term borrowings - secured	19	446,929,534	619,057,488
Markup accrued on secured borrowings	20	551,867,139	652,096,910
Staff retirement benefits	21	27,903,681	27,012,681
Deferred tax liabilities	22	1,798,453,508	1,822,636,693
		2,825,153,862	3,120,803,772
CURRENT LIABILITIES			
Trade and other payables - unsecured	23	35,743,894	35,362,358
Accrued markup	24	17,311,804	17,311,804
Short term borrowings - unsecured	25	598,563,842	298,852,040
Current and overdue portion of long term borrowings		398,842,926	315,621,971
Provision for taxation		51,484,733	51,484,733
		1,101,947,199	718,632,906
CONTINGENCIES AND COMMITMENTS	26		
TOTAL EQUITY AND LIABILITIES		11,453,143,749	11,530,310,767

The annexed notes 1 to 45 form an integral part of these financial statements.


Chief Executive Officer


Chief Financial Officer

Director

DOST STEELS LIMITED**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 Rupees	2025 Rupees Restated
Sales		-	-
Cost of sales	27	(109,672,185)	(38,608,041)
Gross loss		(109,672,185)	(38,608,041)
Administrative expenses	28	(11,420,647)	(11,068,614)
Finance cost	29	(64,665,213)	(129,249,631)
Other operating income	30	743,425	481,777,658
Other expenses	31	(3,999,966)	(7,904,228)
Profit/(Loss) before levies and taxation		(189,014,586)	294,947,144
Levies	32	-	(51,484,733)
Profit/(Loss) before taxation		(189,014,586)	243,462,411
Taxation	33	24,183,185	58,998,168
Profit/(Loss) for the year		(164,831,401)	302,460,579

OTHER COMPREHENSIVE INCOME

Items that will not be reclassified subsequently to the statement of profit or loss

Items that will be reclassified to the statement of profit or loss

Surplus on revaluation of property plant and equipment

Related impact of deferred tax

Other comprehensive income for the year

Total comprehensive income/(loss) for the year**Earning/(Loss) per share -basic and diluted****34**

-	-
-	-
-	8,954,569,852
-	(1,881,634,861)
-	7,072,934,991
(164,831,401)	7,375,395,570
(0.37)	0.68

The annexed notes 1 to 45 form an integral part of these financial statements.



Chief Executive Officer

Chief Financial Officer

Director

DOST STEELS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026

	Share capital	Discount on issue of shares	Advance for issuance of shares	Capital reserve	Revenue reserve	Total
				Surplus on revaluation of Property, plant and equipment	Accumulated loss	
----- Rupees -----						
Balance as at 01 July 2024	4,446,955,770	(2,130,224,462)	3,829,952	-	(2,005,082,741)	315,478,519
Total comprehensive income/(loss):						
Profit/(loss) for the year	-	-	-	-	302,460,579	302,460,579
Other comprehensive income for the year	-	-	-	5,836,934,991	-	5,836,934,991
Effect of Restatement	-	-	-	1,236,000,000	-	1,236,000,000
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment (Net of deferred tax)	-	-	-	-	-	-
	-	-	-	7,072,934,991	302,460,579	7,375,395,570
Balance as at 30 June 2025-Restated	4,446,955,770	(2,130,224,462)	3,829,952	7,072,934,991	(1,702,622,162)	7,690,874,089
Total comprehensive income/(loss):						
Profit/(Loss) for the year	-	-	-	-	(164,831,401)	(164,831,401)
Other comprehensive income for the year	-	-	-	-	-	-
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment (Net of deferred tax)	-	-	-	(50,574,892)	50,574,892	-
	-	-	-	(50,574,892)	(114,256,509)	(164,831,401)
Balance as at 30 June 2026	4,446,955,770	(2,130,224,462)	3,829,952	7,022,360,099	(1,816,878,671)	7,526,042,688

The annexed notes 1 to 45 form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director

DOST STEELS LIMITED**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED 30 JUNE 2026**

	Note	2026 Rupees	2025 Rupees Restated
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(Loss) before levies and taxation		(189,014,586)	294,947,144
Adjustments for non-cash and other items:			
Depreciation		82,499,302	12,568,051
Finance cost		64,665,213	129,249,631
Provision for gratuity		891,000	891,000
Gain on derecognition of financial liability		-	(480,954,765)
		148,055,515	(338,246,083)
Operating cash flows before working capital changes		(40,959,071)	(43,298,939)
(Increase)/ decrease in current assets:			
Advances		409,790	(409,790)
Tax Refund due from government		(4,786,532)	5,075,756
Increase/ (decrease) in current liabilities:			
Trade and other payables		381,536	(6,208,221)
		(3,995,206)	(1,542,255)
Cash used in operations		(44,954,277)	(44,841,194)
Finance cost paid		(164,894,984)	(41,710)
Net cash flows used in operating activities	A	(209,849,261)	(44,882,904)
CASH FLOWS FROM INVESTING ACTIVITIES			
Long term security deposits		-	(30,000)
Net cash flows generated from investing activities	B	-	(30,000)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings-unsecured-net		299,711,802	94,675,506
Long term borrowings		(88,906,999)	(50,000,000)
Net cash flows generated from financing activities	C	210,804,803	44,675,506
Net increase/(decrease) in cash and cash equivalents during the year	A+B+C	955,542	(237,398)
Cash and cash equivalents at the beginning of the year		676,819	914,217
Cash and cash equivalents at the end of the year	14	1,632,361	676,819

The annexed notes 1 to 45 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

Dost Steels Limited (the Company) was incorporated and domiciled in Pakistan on March 19, 2004 as a private limited company under the Companies Ordinance, 1984 (now the Companies Act, 2017). The Company was converted into public limited company with effect from May 20, 2006 and then listed on the Pakistan Stock Exchange Limited with effect from November 26, 2007.

The principal business of the Company include manufacturing of steel, direct reduced iron, sponge iron, hot briquetted iron, carbon steel, pig iron, special alloy steel in different forms, shapes and sizes and any other product that can be manufactured with existing facilities.

Geographical location and address of business units/ plants are as follows:

Description	Location	Address
Registered office/ head office	Lahore	Office No. 6-F, 4th Floor, Al-Hafeez Tower, M.M Alam Road, Gulberg-III, Lahore.
Mill/ plant site	Phoolnagar	52 Km, Multan Road, Phoolnagar.
Freehold land	Jamshoro	Deh Kalo Kohar, Tapo Kalo Kohar, Taluka Thano Bula Khan, District Jamshoro, Sindh.

2 GOING CONCERN ASSUMPTION

The Company incurred a net loss of Rs. 164.831 million (2025: net gain of Rs. 302.461) which was primarily due to restructuring of long term borrowings and markup accrued on secured borrowings in the year 2025. However, its accumulated losses are Rs. 1,816.879 million (2025: Rs. 1,702.622 million). The current liabilities of the Company exceed its current assets by Rs. 1,056.315 million (2025: Rs. 678.333 million) and liquid assets by Rs. 1,083.161 million (2025: Rs. 705.179 million). The Company has also been facing long overdue receivables, unfavorable key financial ratios, difficulty in complying with the terms of previous loan agreement with banks and to pay creditors on due date. The Company was in default under its previous syndicated contractual obligation with bankers due to which during the year Company restructured its syndicated loan with previous bankers, as detailed in note 19. The Company has also stopped its commercial production since 2019 and lost its key management staff without replacement due to working capital deficiency. There are also banking litigations against the Company (note 26).

The Company has issued 128,961,717 shares to new investors during the year 2024 at a discounted price of Rs 4.07 per share, as detailed in note 15 and 16, to provide the required working capital. Further, the Company is in process of negotiating with syndicate consortium to arrange for working capital required to resume commercial production. The Company is expected to earn net profits in coming years. Therefore the Company expects that adequate inflows will be generated in the future years which will wipe out these losses. Hence, the financial statements are prepared on the basis of going concern assumption.

3 BASIS OF PREPARATION

3.1 Accounting convention

These financial statements have been prepared under the "historical cost convention" except as otherwise disclosed in these financial statements. Further accrual basis of accounting has been followed except for cash flows information.

3.2 Statement of compliance

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

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

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.3 Presentation

These financial statements are presented in Pak Rupees, which is also the Company's functional currency. Figures have been rounded to the nearest Pak Rupee, unless otherwise stated.

3.4 Reclassification and rearrangements

Corresponding figures have been reclassified and rearranged, wherever necessary, to reflect more appropriate presentation of events and transactions for the purpose of comparison. Appropriate disclosures are given in relevant notes in case of material reclassifications and rearrangements.

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

3.5 Use of estimates and judgments

The preparation of financial statements in conformity with the approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of asset, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future years if the revision affects both current and future periods.

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as follows:

- Revaluation of property, plant and equipment

Revaluation of certain classes of property, plant and equipment is carried out by an independent professional valuer. Revalued amounts of non-depreciable items are determined by reference to local market values and that of depreciable items are determined by reference to current depreciated replacement values. The frequency of revaluations depends upon the changes in fair value of the items of property, plant and equipment being revalued. When the fair value of a revalued asset differs materially from its carrying amount, a further revaluation is required. Such frequent revaluations are unnecessary for items of property, plant and equipment with only insignificant changes in fair value. Instead, it may be necessary to revalue the item only every three to five years.

- Income taxes

In making the estimates for income taxes currently payable by the Company, the management looks at the current income tax law and the decisions of appellate authorities on certain issues in the past.

- Trade debtors and other receivables

The Company regularly reviews its trade debtors and other receivables in order to estimate the provision required against bad debts (refer note 5.5).

- Employee benefits

The Company, on the basis of actuarial valuation report, recognizes actuarial gains and losses immediately in other comprehensive income; immediately recognizes all past service cost in the statement of profit or loss and replaces interest cost and expected return on plan assets with a net interest amount that is calculated by applying the discount rate to the net defined benefit liability/ asset (refer note 5.20).

4 STANDARD, AMENDMENT AND AN INTERPRETATION TO PUBLISHED APPROVED ACCOUNTING STANDARDS

4.1. There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting year which began on 1 July 2025. However, these do not have any significant impact on the Company's financial statements except as disclosed in note 4.2 to these financial statements

4.2. Standards, amendments and interpretations to existing standards that are not yet effective

		Effective date (annual reporting periods beginning on or after)
IAS 7	Statement of Cash Flows (Amendments)	1-Jan-26
IAS 21	The effects of changes in foreign exchange rates (Amendments)	1-Jan-27
IFRS 7	Financial Instruments: Disclosures (Amendments)	1-Jan-26
IFRS 9	Financial Instruments:(Amendments)	1-Jan-26
IFRS 18	Presentation and disclosures in Financial Statements	1-Jan-27

4.3 The management anticipates that, the adoption of the above standards, amendments and interpretations in future periods, will have no material impact on the financial statements other than in presentation disclosures

4.4 Other than the aforesaid standards, interpretations and amendments, International Accounting Standards Board (IASB) has also issued the following standards and interpretation, which have not been notified locally or declared exempt by the Securities and Exchange Commission of Pakistan (SECP) as at June 30, 2026;

DOST STEELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2026

IFRS 1 First-time Adoption of International Financial Reporting Standards

IFRS 20 Regulatory Assets and Regulatory Liabilities

IFRIC 12 Service Concession Arrangement

5 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies set out below have been applied consistently to all periods presented in these financial statements.

5.1 Property, plant and equipment

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any, except for freehold land, buildings and plant and machinery. Freehold land is stated at revalued amount, determined by independent valuers by reference to its current market price, less impairment loss, if any. Buildings and plant and machinery are stated at revalued amounts, determined by independent valuers by reference to their current market price, less accumulated depreciation and impairment loss, if any. Any accumulated depreciation at the date of revaluation is restated proportionately with the change in the gross carrying amount of the buildings and plant and machinery, so that the carrying amount after revaluation equals the revalued amount.

Depreciation on fixed assets is charged to the statement of profit or loss by applying reducing balance method except that of plant and machinery which is on number of units method. Rates of depreciation are specified in the note 7.

Depreciation is charged on additions from the month in which property, plant and equipment become available for use while no depreciation is charged from the month of deletion/ disposal.

Normal repairs and maintenance are charged to the statement of profit or loss as and when incurred. Major renewals and improvements are capitalized.

Gain/ loss on disposal of property, plant and equipment is recognized in the statement of profit or loss.

The assets' residual values and useful lives are continually reviewed by the Company and adjusted if impact on depreciation is significant. The Company's estimate of residual values of property, plant and equipment at the year end has not required any adjustment as its impact is considered insignificant.

Capital work in progress

Capital work in progress is stated at cost less impairment loss, if any, and represents expenditure incurred during the construction and installation of property, plant and equipment. Transfers are made to relevant operating fixed assets category as and when assets are available for use.

5.2 Intangibles assets

Intangible assets are stated at cost less accumulated amortization and accumulated impairment loss, if any, and at notional value. Amortization is charged to the statement of profit or loss on a straight line basis over the estimated useful lives of intangible assets unless such lives are indefinite. Amortization is charged on additions from the month in which intangible asset becomes available for use while no amortization is charged from the month in which the asset is disposed off/ derecognized.

5.3 Stores and spares

These are valued at lower of average cost and net realizable value (NRV).

5.4 Stock in trade

These are valued at the lower of NRV and cost determined as follows:

- Raw material	First in First Out (FIFO)
- Work in process	Raw material cost
- Finished goods	Cost of direct materials and other attributable overheads
- Stock in transit	Invoice value and other charges paid thereon upto the year end

5.5 Trade debtors

Trade debtors are recognized and carried at original invoice amount less provision for doubtful debts. An estimated provision is made on the basis of Expected Credit Loss (ECL) method. Bad debts are written off as and when identified. Other receivable are recognized and carried at cost which is the fair value of the consideration to be received in future for goods or services delivered.

5.6 Cash and bank balances

Cash and bank balances include cash in hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less. Short term finance facilities availed by the Company, which are payable on demand and form an integral part of the Company's cash management are included as part of cash and cash equivalents for the purpose of the statement of cash flows.

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

5.7 Share capital and reserves

Share capital represents the face value of ordinary shares that have been issued. Any transaction costs associated with the issuance of shares are deducted from share capital, net of any related income tax benefits, if any. Right shares are issued at a discount with the approval of board of directors, the Securities and Exchange Commission of Pakistan (SECP) and the Pakistan Stock Exchange (PSX).

Retained earnings/ accumulated loss include all current and prior year retained profits/ losses.

Profit distribution to the shareholders is recognized in the year in which it is approved.

5.8 Long term borrowings

These are initially measured at fair value plus directly attributable transaction costs, if any, and subsequently measured at amortized cost using effective interest rate method if applicable.

5.9 Trade and other payables

Liabilities for trade and other amounts payable are carried at book value, which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Company.

5.10 Contract liabilities

A contract liability is recognized if a payment is received or a payment is due (whichever is earlier) from a customer before the Company transfers the related goods or services. Contract liabilities are recognized as revenue when the Company performs under the contract (i.e., transfers control of the related goods or services to the customer).

5.11 Taxation

Income tax expense comprises current and deferred tax. Income tax expense is recognized in the statement of profit or loss, except to the extent that it relates to items recognized directly in equity or in other comprehensive income, in which case it is recognized in equity or in other comprehensive income respectively. In making the estimates for income taxes currently payable by the Company, the management considers the current income tax law and the decisions of appellate authorities on certain issues in the past.

5.11.1 Current tax

The charge for current taxation is based on the taxable income for the year, determined in accordance with the prevailing law for taxation on income, using prevailing tax rates after taking into account tax credits and rebates available, if any. Current tax assets and tax liabilities are offset where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

5.11.2 Deferred tax

Deferred tax is provided using liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amounts of assets and liabilities, using the current rates of taxation. Deferred tax liabilities are recognized for all taxable temporary differences and deferred tax assets are only recognized to the extent that it is probable that future taxable profits will be available against which the assets can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Deferred tax is charged to income except in case of items credited or charged to equity in which case it is included in the equity.

5.11.3 Levies

Tax charged under the Income Tax Ordinance, 2001 which is not based on taxable income or any amount paid/ payable in excess of the calculation based on taxable income or any minimum tax which is not adjustable against future income tax liability is classified as levy in the statement of profit or loss and other comprehensive income as these levies fall under the scope of IFRIC 21/ IAS 37.

5.12 Provisions

A provision is recognized when the Company has an obligation (legal or constructive), as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

5.13 Revenue recognition

Revenue arises mainly from the sale of steel, reduced iron, sponge iron, hot briquetted iron, carbon steel, pig iron, special alloy steel in different forms, shapes and sizes, and is measured according to IFRS-15 (Revenue from Contracts with Customers) at the fair value of the consideration received or receivable as defined in sales contract, including variable consideration; sales tax and other duties collected on behalf of third parties are not taken into account.



DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

5.13.1 Sale of goods

Revenue is recognized when control of a promised goods passes to a customer at a specific point in time. The customer obtains control of the goods when the goods are delivered to customers and in very few cases when goods are handed over to the customers i.e. ex-factory, in case of local sales. Further in case of export sale, control is transferred when goods are loaded on vessels.

5.13.2 Interest income

Interest income is recognized as it accrues under the effective interest method.

5.14 Surplus on revaluation of property, plant and equipment

The surplus arising on revaluation of property, plant and equipment as at the date of revaluation, is credited to the "Surplus on revaluation of property, plant and equipment" presented and recognized in the statement of comprehensive income and accumulated in the statement of changes in equity as a capital reserve. Following amounts are transferred from "Surplus on revaluation of property, plant and equipment" to retained earnings/ (accumulated loss) through the statement of changes in equity to record realization of surplus:

- a) an amount equal to incremental depreciation for the year- net of tax, on surplus on revaluation of property, plant and equipment and
- b) an amount equal to carrying amount of surplus on revaluation of property, plant and equipment, on its disposal.

5.15 Financial instruments

Recognition and measurement

Financial assets and liabilities are recognized, when the Company becomes a party to the contractual provisions of the instrument and derecognized when the Company loses control of the contractual rights to receive cash flows from the assets that comprise the financial asset or the rights have been transferred and the Company has transferred substantially all the risks and rewards of ownership or the enterprise loses control of the contractual rights that comprise financial assets or a portion of financial assets. In case of financial liabilities when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets are long term investments, short term investments, trade and other receivables, advances adjustable in cash and cash and bank balances. The Company derecognizes a financial asset or a portion of financial asset when, and only when, the right to receive the cash flows from the assets have been expired or have been transferred; and the Company has transferred substantially all the risks and rewards of ownership or the enterprise loses control of the contractual rights that comprise the financial assets or a portion of financial assets.

The Company has classified its financial assets based on the requirements as set out in IFRS-9 'Financial Instruments'. IFRS 9 sets out the requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items and contains three principal classifications categories of financial assets: measured at amortized cost, fair value through other comprehensive income and fair value through profit or loss. The classification of financial assets are generally based on the business model in which the financial asset is managed and its contractual cash flow characteristics.

5.15.1 Financial assets

a) Financial asset at amortized cost

A financial asset shall be measured at amortized cost if both of the following conditions are met:

- i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and; at an amount equal to lifetime ECLs.
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

b) Financial asset at fair value through other comprehensive income:

A financial asset shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- i) The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and;
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

c) Financial asset at fair value through profit or loss

A financial asset shall be measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income.



DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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Recognition and measurement

Financial assets at initial recognition are measured at its fair value of the consideration given. Subsequent to initial recognition, financial assets shall be classified at amortized cost using effective interest method, fair value through other comprehensive income with changes in fair value recognized in other comprehensive income and fair value through profit or loss with changes in fair value recognized in profit or loss.

The Company follows trade date accounting for purchase and sale of investments.

5.15.2 Financial liabilities

Financial liabilities are recognized according to the substance of the contractual arrangements entered into. At the time of initial recognition, all the financial liabilities shall be measured at fair value plus or minus transaction costs that are directly attributable to the issue of a financial liability. Financial liabilities shall subsequently be measured at amortized cost. Significant financial liabilities are due to related party, trade and other payables. Any gain or loss on subsequent remeasurement to fair value of financial assets and financial liabilities is taken to the statement of profit or loss in the year in which it arises.

Offsetting of financial assets and financial liabilities

A financial asset and liability is offset against each other and the net amount is reported in the statement of financial position if the Company has legally enforceable right to set off the recognized amount and intends either to settle on net basis or realize the asset and settle the liability simultaneously.

5.15.3 Derecognition

Financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Company might enter into transactions whereby it transfers assets recognized in its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognized.

Financial liabilities

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value. On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognized in the statement of profit or loss.

5.15.4 Impairment

Financial assets

A financial asset is impaired if the credit risk on that financial asset has increased significantly since the initial recognition. Loss allowance for ECL on a financial asset is recognized to account for impairment.

If a financial asset has low credit risk at the date of initial application of IFRS 9, then the Company has assumed that the credit risk on the asset had not increased significantly since its initial recognition.

The Company recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. However, if the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12 month ECL. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12 month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

Non-financial assets

The Company assesses at each statement of financial position date, whether there is any indication that assets may be impaired. If such an indication exists, the carrying amount of such assets is reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying values exceed their respective recoverable amounts, assets are written down to their recoverable amount and resulting impairment loss is recognized in the statement of profit or loss. The recoverable amount is higher of an asset's fair value less costs to sell and value in use.



DOST STEELS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 JUNE 2026**

Where an impairment loss is recognized, the depreciation charge is adjusted in the future periods to allocate the asset's revised carrying amount over its estimated useful life. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of carrying amount of the asset had there been no impairment loss. A reversal of the impairment loss is recognized in the statement of profit or loss.

5.16 Impairment of other assets

The carrying amounts of the assets are reviewed at each statement of financial position date to determine whether there is any indication of impairment of any asset or group of assets. If any such indication exists, the recoverable amount of that asset or group of assets is estimated and impairment losses are recognized in the statement of profit or loss.

5.17 Related party transactions

The Company enters into transactions with related parties for sale or purchase of goods and services on an arm's length basis and priced at comparable uncontrolled market price. However, loan from the related parties are unsecured and interest free.

5.18 Foreign currency translation

Foreign currency transactions are translated into Pak rupees at the rates of exchange prevailing on the date of each transaction. Assets and liabilities denominated in foreign currencies are translated into Pak rupee at the rate of exchange ruling on the statement of financial position date.

5.19 Borrowing costs

Borrowing costs related to the capital work in progress are capitalized in the cost of the related assets. All other borrowing costs are charged to the statement of profit or loss when incurred.

5.20 Staff retirement benefit

The Company operates an unfunded gratuity scheme (defined benefit plan) covering all permanent employees of the Company who have completed minimum qualifying period. Provisions are made annually to cover the obligation and charged to the statement of profit or loss, based on actuarial valuation by using the projected unit credit method. Actuarial gains and losses are recognized immediately in other comprehensive income and past service cost is recognized immediately to the statement of profit or loss.

6 EFFECT OF RESTATEMENT IN ACCORDANCE WITH IAS-8

The comparative figures have been restated to correct a prior-period error whereby land at Jamshoro was excluded from the revaluation of the freehold land class. Accordingly, the carrying amount of freehold land and the related revaluation surplus have been adjusted retrospectively to reflect the revaluation of the entire class of assets.

Amount in Rupees		
Had there been no change	Impact of Change	After Incorporating effect of change

Effect on statement of financial position**Non Current assets**

Property, plant and equipment

10,213,458,842	1,236,000,000	11,449,458,842
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Effect on Statement of profit or loss and other comprehensive income

Surplus on revaluation of property plant and equipment

7,718,569,852	1,236,000,000	8,954,569,852
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Effect on Statement on changes in Equity

Surplus on revaluation of property plant and equipment

5,836,934,991	1,236,000,000	7,072,934,991
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DOST STEELS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

7 PROPERTY, PLANT AND EQUIPMENT

	Note	2026 Rupees	2025 Rupees Restated
Operating fixed assets	7.1	11,366,959,540	11,449,458,842
		<u>11,366,959,540</u>	<u>11,449,458,842</u>

7.1 Operating fixed assets

Particulars	OWNED								Total
	Freehold land	Building on freehold land	Plant and machinery	Furniture and fittings	Vehicles	Office equipments	Electric equipments	Computer equipments	
	----- Rupees -----								
Year ended 30 June 2026									
Cost including revaluation	2,624,050,000	944,869,019	8,006,824,384	3,809,299	837,500	1,928,302	10,264,774	5,071,544	11,597,654,822
Accumulated depreciation	-	(207,001,049)	(4,481,784)	(3,480,030)	(788,230)	(1,479,342)	(8,528,414)	(4,936,433)	(230,695,282)
	<u>2,624,050,000</u>	<u>737,867,970</u>	<u>8,002,342,600</u>	<u>329,269</u>	<u>49,270</u>	<u>448,960</u>	<u>1,736,360</u>	<u>135,111</u>	<u>11,366,959,540</u>
Year ended 30 June 2025									
Cost including revaluation	2,624,050,000	944,869,019	8,006,824,384	3,809,299	837,500	1,928,302	10,264,774	5,071,544	11,597,654,822
Accumulated depreciation	-	(125,015,719)	(4,481,784)	(3,421,924)	(775,913)	(1,400,114)	(8,221,999)	(4,878,527)	(148,195,980)
	<u>2,624,050,000</u>	<u>819,853,300</u>	<u>8,002,342,600</u>	<u>387,375</u>	<u>61,587</u>	<u>528,188</u>	<u>2,042,775</u>	<u>193,017</u>	<u>11,449,458,842</u>
Year ended 30 June 2026									
Opening net book value	2,624,050,000	819,853,300	8,002,342,600	387,375	61,587	528,188	2,042,775	193,017	11,449,458,842
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Depreciation charged	-	(81,985,330)	-	(58,106)	(12,317)	(79,228)	(306,415)	(57,906)	(82,499,302)
	<u>2,624,050,000</u>	<u>737,867,970</u>	<u>8,002,342,600</u>	<u>329,269</u>	<u>49,270</u>	<u>448,960</u>	<u>1,736,360</u>	<u>135,111</u>	<u>11,366,959,540</u>
Year ended 30 June 2025									
Opening net book value	157,876,220	119,478,759	2,226,268,945	455,735	76,983	621,396	2,403,264	275,739	2,507,457,041
Additions (revaluation)	2,466,173,780	712,322,417	5,776,073,655	-	-	-	-	-	8,954,569,852
Disposals	-	-	-	-	-	-	-	-	-
Depreciation charged	-	(11,947,876)	-	(68,360)	(15,396)	(93,208)	(360,489)	(82,722)	(12,568,051)
	<u>2,624,050,000</u>	<u>819,853,300</u>	<u>8,002,342,600</u>	<u>387,375</u>	<u>61,587</u>	<u>528,188</u>	<u>2,042,775</u>	<u>193,017</u>	<u>11,449,458,842</u>
Net book value as at 30 June 2026									
	-	10%	Units of production basis	15%	20%	15%	15%	30%	

DOST STEELS LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026**

7.2 Depreciation charged for the year has been allocated as under:

Cost of sales
Administrative expenses

Note	2026 Rupees	2025 Rupees Restated
27	82,302,554	12,325,949
28	196,748	242,102
	<u>82,499,302</u>	<u>12,568,051</u>

7.3 The Forced Sale Values (FSV) of freehold land, building on freehold land and plant and machinery are as follows:

Description
Freehold land
Building on freehold land
Plant and machinery

Valuation Date	Rupees
6/30/2025	2,099,240,000
6/30/2025	655,882,640
6/30/2025	6,401,874,080
	<u>9,156,996,720</u>

7.4 The carrying values of each class of revalued property, plant and equipment that would have been recognised had the assets been carried under the cost model:

Freehold land
Building on freehold land
Plant and machinery

Note	2026 Rupees	2025 Rupees
	157,876,220	157,876,220
	96,777,795	107,530,883
	2,226,268,945	2,226,268,945
	<u>2,480,922,960</u>	<u>2,491,676,048</u>

7.5 Freehold land includes land measuring 326 kanal and 12 marla situated at 52 Km, Multan Road, Phool Nagar, on which the building is constructed. Freehold land also includes approximately 206 acres and 68 square yards situated in Deh Kalo Kohar, Tapo Kalo Kohar, Taluka Thano Bula Khan, District Jamshoro, Sindh.

7.6 No depreciation is charged to plant and machinery as per the Company's policy as number of units produced were nil during the year .

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 Rupees	2025 Rupees
8 INTANGIBLE ASSETS			
Computer software			
Cost			
At the beginning of the year		1,111,350	1,111,350
Addition during the year		-	-
Balance as at 30 June		1,111,350	1,111,350
Accumulated amortization			
At the beginning of the year		(1,110,350)	(1,110,350)
Amortization charge for the year	28	-	-
Balance as at 30 June		(1,110,350)	(1,110,350)
Written down value as at 30 June		1,000	1,000
8.1 The Company amortizes intangible asset on a straight line basis over the period of useful life @ 30%.			
8.2 Intangible asset has been taken at notional value of Rs. 1,000 after amortizing the asset over its estimated useful life as asset is still in use.			
9 LONG TERM SECURITY DEPOSITS			
Against utilities		40,251,445	40,251,445
Against rent		240,000	240,000
Others		60,000	60,000
		40,551,445	40,551,445
10 STOCK IN TRADE			
Raw material		4,781,225	4,781,225
Less: Provision for obsolete raw material		(4,781,225)	(4,781,225)
		-	-
11 TRADE DEBTORS			
- Unsecured			
Trade debtors		19,469,715	19,469,715
Less: Allowance for expected credit loss		(19,469,715)	(19,469,715)
		-	-
11.1 Less: Allowance for expected credit loss			
Opening balance		19,469,715	19,469,715
Reversal/ written off during the year		-	-
Closing balance		19,469,715	19,469,715
12 ADVANCES			
- Unsecured and considered good by the management			
To employees - against expenses		24,400	434,190
For supplies/ services		638,965	638,965
Margin against letters of credit		9,229	9,229
		672,594	1,082,384
13 TAX REFUND DUE FROM GOVERNMENT			
Advance income tax	13.1	13,686,145	10,730,686
Sale tax refundable		2,794,889	963,816
		16,481,034	11,694,502
13.1 Advance Income tax			
Opening Balance		10,730,686	10,045,418
Advance Income tax withheld		2,955,459	685,268
Adjusted against provision for the year		-	-
		13,686,145	10,730,686
14 CASH AND BANK BALANCES			
Cash in hand		1,101,930	667,754
Cash at banks:			
- Current accounts		496,555	9,065
- Saving account		33,876	-
	14.1	1,632,361	676,819
14.1 Effective markup rate in respect of saving accounts for the year ranges from 7% to 9 % (2025: Nil).			
		30 JUNE 2026	30 JUNE 2025
15 SHARE CAPITAL			
Authorized share capital		No. of Shares	
Authorized share capital of Rs. 10 each		445,000,000	445,000,000
		4,450,000,000	4,450,000,000
Issued, subscribed and paid-up capital			
Ordinary share of Rs.10 each			
each fully paid in cash		444,695,577	444,695,577
		4,446,955,770	4,446,955,770
15.1 It includes 114,266,205 (2025: 114,266,205) ordinary shares of Rs.10 each amounting to Rs. 1,142,662,050 (2025: Rs. 1,142,662,050) held by related parties.			
15.2 The Company has only one class of ordinary shares. The holders of ordinary shares have equal right to receive dividend, bonus and right issue as declared, vote and block voting at meetings, board selection and right of first refusal of the Company.			
15.3 The Company has not reserved shares for issue under options or sale contracts.			

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 Rupees	2025 Rupees
16 DISCOUNT ON ISSUE OF SHARES			
Discount on issue of right shares	16.1	1,365,481,480	1,365,481,480
Discount on issue of shares other than right shares	16.2	764,742,982	764,742,982
		<u>2,130,224,462</u>	<u>2,130,224,462</u>

16.1 The Company issued right shares with the approval of board of directors, SECP and PSX with face value of Rs. 2,482,693,600/- comprising of 248,269,360 ordinary shares of Rs. 10 each at a discount of Rs. 5.50 per share in the financial year ended 2017.

16.2 The Company issued ordinary shares other than right with the approval of the board of directors, SECP and PSX with face value of Rs.1,289,617,170 comprising of 128,961,717 ordinary shares of Rs. 10 each at a discounted price of Rs. 4.07 per share in the financial year ended 2024.

17 ADVANCE FOR ISSUANCE OF SHARES

From Crescent Star Insurance Limited	8,999	8,999
From directors	3,820,953	3,820,953
	<u>3,829,952</u>	<u>3,829,952</u>

17.1 The Company had received an unconditional advance against issuance of shares from Crescent Star Insurance Limited (CSIL), associated company, and directors of the Company which are to be adjusted against further issue of shares by the Company whenever made. These amounts are unsecured and interest free.

	Note	2026 Rupees	2025 Rupees Restated
18 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT			
Opening balance - gross		8,954,569,852	-
Add: Surplus arised during the year-net		-	7,072,934,991
Prior year impairment loss reversed		-	-
Related deferred tax liability		-	1,881,634,861
		-	8,954,569,852
Less: Disposal of fixed assets		-	-
Related deferred tax liability		-	-
		-	-
Less: Transferred to equity in respect of:			
Incremental depreciation on revalued assets		50,574,892	-
Related deferred tax liability		20,657,350	-
		<u>71,232,242</u>	
		<u>8,883,337,610</u>	<u>8,954,569,852</u>
Closing balance - gross			
Less: Related deferred tax liability			
Revaluation at the beginning of the year		1,881,634,861	-
Related deferred tax liability on addition to surplus		-	1,881,634,861
Effect of change in tax rate		-	-
Amount transferred due to disposal		-	-
Amount realized during the year on account of incremental depreciation		(20,657,350)	-
		<u>1,860,977,511</u>	<u>1,881,634,861</u>
Closing balance - net of tax		<u>7,022,360,099</u>	<u>7,072,934,991</u>

The Company got its freehold land, building and plant and machinery revalued by an independent valuator Sadruddin Associates (Pvt.) Limited on 30 June 2025 who issued the report on the same date. These values were incorporated in the books of accounts with the due approval of the Board of Directors (the Board). The valuation of the said assets was made under fair value hierarchy level-2 on the basis of current prevailing economic and market conditions. The amount of appreciation in the value of assets as a result of revaluation calculated to Rs. 8,954,569,852/- which was added to the book value of the respective assets and the corresponding amount was credited to the surplus on revaluation of property, plant and equipment. This reserve is not available for distribution to the shareholders in accordance with section 241 of the Companies Act, 2017.

19 LONG TERM BORROWINGS - SECURED

From banking companies and financial institutions - Conventional
Term finance - restructured facilities

	Note	2026 Rupees	2025 Rupees
Opening balance		772,766,703	793,814,703
Adjustments due to restructuring of term finance facilities			
-Adjusted during the year	19.2	-	(793,814,703)
-Modification of term finance facilities		-	822,766,703
Finance cost accretion		-	8,430,921
Paid during the year		(88,906,999)	(50,000,000)
		<u>(88,906,999)</u>	<u>(12,617,079)</u>
Less: Current portion		(236,930,170)	(153,709,215)
Accrued portion of finance cost		-	(8,430,921)
		<u>(236,930,170)</u>	<u>(162,140,136)</u>
		<u>446,929,534</u>	<u>619,057,488</u>

19.1 Maturity analysis-contractual undiscounted cash flows:

	30 June 2026		
	Rupees		
	Minimum Loan Payments	Less: Future Finance Cost	Present Value Of Minimum Loan Payments
Not later than one year	364,507,954	(127,577,784)	236,930,170
Later than one year but not later than five years	538,469,318	(91,539,784)	446,929,534
	<u>902,977,272</u>	<u>(219,117,568)</u>	<u>683,859,704</u>

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Not later than one year
 Later than one year but not later than five years

30 June 2025		
Rupees		
Minimum Loan Payments	Less: Future Finance Cost	Present Value Of Minimum Loan Payments
248,357,844	(86,217,708)	162,140,136
745,073,532	(126,016,044)	619,057,488
993,431,376	(212,233,752)	781,197,624

- 19.2 The Company has arranged new Restructured Term Finance Facilities (as on 28 May 2025) of long term borrowings Rs. 993,431,376/- (Present Value of which is Rs. 822,766,703/-) and markup accrued on secured borrowings Rs. 1,046,451,328/- (Present Value of which is Rs. 814,009,666/-) from National Bank of Pakistan, Askari Bank Limited, NIB Bank Limited (now MCB Bank Limited), Bank of Khyber, Pak Kuwait Investment Company (Private) Limited, Saudi Pak Industrial and Agricultural Investment Company Limited and Faysal Bank Limited (former Royal Bank of Scotland Limited) as a Syndicated loan, whereby Faysal Bank Limited is acting as the principal agent of the syndicate. Due to absence of cash flows and delayed commissioning of the project and subsequent closure of the production, the Company was unable to meet its repayment obligations towards the financiers as a result of which Company restructured its Term Finance Facilities. All the syndicate banks have given their in-principle approval to the rescheduling and restructuring of the debts and obligations.

Terms of rescheduled and restructured agreement are as follows:

- a) As part of restructuring arrangement, the Sponsor has additionally assigned receivables from his other business project(s) directly to the Syndicate for further security.
 b) The markup rate effective from the date of commissioning is 12% (Previously 3 Month KIBOR) payable quarterly in arrears.
 c) The principal repayment is made in 1 upfront payment on 28 May 2025 and 16 quarterly installments commencing from 25 September 2025 till 25 June 2029 as per repayment schedule.
 d) The loan is secured by a mortgage by deposit of title deeds of the mortgaged properties, a charge by way of hypothecation over hypothecated assets, pledge of the pledged shares, and personal guarantees of the sponsors.
- 19.2.1 Overdue portion of liability represents amount due from partial instalment of fourth quarter of year 2019 upto 30 June 2024 and full portion of Pak Kuwait Investment Company (Private) Limited as they have neither signed the previous restructuring agreement nor accepted the payment according to it.

20 MARKUP ACCRUED ON SECURED BORROWINGS

From banking companies and financial institutions - Conventional

Term finance - restructured facilities

Note	2026 Rupees	2025 Rupees
Opening balance - Long term borrowings	814,009,666	614,940,264
-Accrued markup	-	591,743,197
-Unpaid markup	-	5,336,849
Markup accrued during the year	-	111,896,121
Adjustments due to restructuring of term finance facilities		
-Adjusted during the year	(100,229,771)	(1,323,916,431)
-Modification of term finance facilities	-	814,009,666
Finance cost accretion	-	8,880,883
	713,779,895	822,890,549
Less: Current and overdue portion	(161,912,756)	(161,912,756)
Accrued portion of finance cost	-	(8,880,883)
	(161,912,756)	(170,793,639)
	551,867,139	652,096,910

20.1 Maturity analysis-contractual undiscounted cash flows:

Not later than one year
 Later than one year but not later than five years

30 June 2026		
Rupees		
Minimum Loan Payments	Less: Future Finance Cost	Present Value Of Minimum Loan Payments
249,096,548	(87,183,792)	161,912,756
849,026,368	(297,159,229)	551,867,139
1,098,122,916	(384,343,021)	713,779,895

Not later than one year
 Later than one year but not later than five years

30 June 2025		
Rupees		
Minimum Loan Payments	Less: Future Finance Cost	Present Value Of Minimum Loan Payments
261,612,832	(90,819,193)	170,793,639
784,838,496	(132,741,586)	652,096,910
1,046,451,328	(223,560,779)	822,890,549

21 STAFF RETIREMENT BENEFITS

Staff gratuity

Note	2026 Rupees	2025 Rupees
21.1	27,903,681	27,012,681

21.1 Staff gratuity

Movement in net defined benefit obligation recognized in statement of financial position:

Opening balance	27,012,681	26,121,681
Provision for the year	891,000	891,000
	27,903,681	27,012,681
Less: Payments made during the year	-	-
	27,903,681	27,012,681

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21.1.1 The Company operates a unfunded gratuity scheme for all its permanent employees subject to completion of a prescribed qualifying period of service. Actuarial valuation of the gratuity scheme are undertaken at appropriate regular intervals and the latest valuation was carried out at 30 June 2019, using the "Projected Unit Credit Method". However, since then, the amount is charged on the basis of last drawn salary of eligible employees with the Company as on 30 June.

	Note	2026 Rupees	2025 Rupees
Provision of gratuity for the year has been allocated as follows:			
Cost of sales	27.1	841,000	841,000
Administrative expenses	28.1	50,000	50,000
		<u>891,000</u>	<u>891,000</u>
22 DEFERRED TAX LIABILITIES			
Deferred tax liability	22.1	<u>1,798,453,508</u>	<u>1,822,636,693</u>
22.1 Taxable temporary differences:			
Property, plant and equipment		2,400,156,669	2,401,651,875
Deductible temporary differences:			
Impairment allowance for expected credit loss		(5,646,217)	(5,646,217)
Provision for advances - letter of credits		(1,053,251)	(1,053,251)
Provision for advances - suppliers		(185,300)	(185,300)
Provision for gratuity		(8,092,067)	(7,833,677)
Accumulated tax losses		<u>(586,726,326)</u>	<u>(564,296,737)</u>
		<u>(601,703,161)</u>	<u>(579,015,182)</u>
Deferred tax liability		1,798,453,508	1,822,636,693
Deferred tax asset not recognized in the statement of financial position		-	-
		<u>1,798,453,508</u>	<u>1,822,636,693</u>
23 TRADE AND OTHER PAYABLES - UNSECURED			
Creditors		7,627,307	7,591,511
Contract liabilities		119,438	119,438
Accrued liabilities		25,031,057	24,685,317
Payable to old employees		<u>2,966,092</u>	<u>2,966,092</u>
		<u>35,743,894</u>	<u>35,362,358</u>
24 ACCRUED MARKUP			
Accrued portion of finance cost - Long term borrowings	19	8,430,921	8,430,921
Accrued portion of finance cost - Markup accrued on secured borrowings	20	<u>8,880,883</u>	<u>8,880,883</u>
		<u>17,311,804</u>	<u>17,311,804</u>
25 SHORT TERM BORROWINGS - UNSECURED			
Loan from directors	25.1	8,469,056	8,469,056
Loan from sponsors	25.2	561,278,703	271,863,374
Loan from Abuzar Grinding Mills (Private) Limited - Associated company		18,419,610	18,419,610
Loan from Crescent Star Insurance Limited - Associated company		<u>10,396,473</u>	<u>100,000</u>
		<u>598,563,842</u>	<u>298,852,040</u>
25.1 Loan from directors			
Mr. Zahid Iflakhar		969,056	969,056
Mian Abuzar Shad		6,500,000	6,500,000
Mrs. Nargis Abuzar Shad		<u>1,000,000</u>	<u>1,000,000</u>
		<u>8,469,056</u>	<u>8,469,056</u>
25.2 Loan from sponsors			
Faisal Zahid		5,735,630	5,735,630
Fayaz Ali		-	10,000,000
Bilal Jamal		34,654,118	34,654,118
Haji Ghulam Ali		9,500,000	9,500,000
Mr. Mohabat Khan		422,557,912	142,687,547
Shahzeb Akram		-	20,955,035
Zahir Khan		12,573,628	12,573,628
Haroon Nisar		6,312,871	6,312,871
Yusuf Asif Nazar		321,896	321,896
Najma Jamal		61,778	61,778
Weavers Pakistan (Pvt) Ltd		40,500,000	-
Mr. Jamal Iflakhar		<u>29,060,870</u>	<u>29,060,870</u>
		<u>561,278,703</u>	<u>271,863,374</u>

25.3 These loans are unsecured, interest free, obtained to facilitate the Company for working capital requirement and had been utilized accordingly.

26 CONTINGENCIES AND COMMITMENTS

26.1 During the year ended 30 June 2015, two suits were filed against the Company in the Lahore High Court for the recovery of Rs. 1,299,588,534 and Rs. 122,197,136 by "Faysal Bank Limited and others" and "Pakistan Kuwait Investment Company (Private) Limited" respectively. During the year ended 30 June 2025 the banks and the Company shall, in their respective suits, jointly file the requisite compromise applications which incorporates the terms of the new restructuring agreement in order to obtain compromise/ consent decree(s) in pending cases.

26.2 During the year, the Federal Board of Revenue (FBR) froze one of the Company's bank accounts and withdrew the balance maintained therein pursuant to tax proceedings. The amount withdrawn by FBR has subsequently been credited to the Company's tax account as advance income tax. Accordingly, the amount has been recognized as advance tax in these financial statements and will be adjustable against the Company's income tax liability, subject to applicable tax laws and regulations. Management is pursuing the matter with the relevant tax authorities and does not expect any further financial liability arising from this matter.

26.3 C.O. No. 43001/2024 – Jamal Iflakhar and Others vs. Dost Steels Limited and Others

A petition has been filed before the Hon'ble Lahore High Court under Sections 197, 136 and 286 of the Companies Act, 2017 by certain shareholders and former sponsor-directors of the Company, alleging oppression and mismanagement in the affairs of the Company and challenging the vacation of four seats on the Board of Directors and the subsequent conduct of the incoming directors. The Company is vigorously contesting the petition and has filed a detailed written response denying the allegations. The matter is presently pending adjudication and is fixed for final arguments. The petition primarily seeks declaratory and injunctive relief and does not involve any quantified monetary claim against the Company. Based on the advice of legal counsel, management considers that an unfavorable outcome is not probable and, accordingly, no provision has been recognized in these financial statements.

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26.4 C.O. No. 55984/2024 – Saad Zahid and Others vs. Dost Steels Limited and Others

A petition has been filed before the Hon'ble Lahore High Court under Sections 286 and 162 of the Companies Act, 2017 by certain shareholders challenging the Board of Directors' decision to hold fresh elections of directors and alleging oppression and mismanagement in relation to the composition and election of the Board. The matter arises from facts related to C.O. No. 43001/2024 referred to above. The Company is vigorously contesting the petition and has filed its written response opposing the relief sought. The matter is presently fixed for final arguments. As the petition seeks declaratory and injunctive relief and does not involve a quantified monetary claim, based on the advice of legal counsel, management considers that an unfavorable outcome is not probable and, accordingly, no provision has been recognized in these financial statements.

	Note	2026 Rupees	2025 Rupees
27 COST OF SALES			
Raw material consumed			
Opening stock of raw material		-	-
Add: Purchased during the year		-	-
Less: input sales tax adjustment		-	-
Less: Closing stock of raw material		-	-
Manufacturing overheads			
Salaries, wages and other benefits	27.1	14,334,451	12,764,881
Fuel, power and water		10,802,722	11,179,711
Rent, rates and taxes		-	7,500
Entertainment		1,997,296	1,741,377
Repair and maintenance		226,072	574,113
Printing and stationery		9,090	14,510
Depreciation	7.2	82,302,554	12,325,949
		109,672,185	38,608,041
Add: Opening stock of work in process		-	-
Less: Closing stock of work in process		-	-
Cost of goods manufactured		109,672,185	38,608,041
Add: Opening stock of finished goods		-	-
Less: Closing stock of finished goods		-	-
		109,672,185	38,608,041
27.1 Salaries, wages and other benefits include Rs. 841,000 (2025 : Rs. 841,000) in respect of staff retirement benefits.			
28 ADMINISTRATIVE EXPENSES			
Chief Executive Remuneration		1,800,000	1,500,000
Salaries and other benefits	28.1	1,802,618	1,460,000
Utilities		158,232	312,575
Rent, rates and taxes		1,253,825	1,077,185
Printing and stationery		76,388	62,350
Vehicles' running and maintenance		-	2,750
Telephone, postage and couriers		74,730	100,210
Auditors' remuneration	28.2	1,010,000	899,850
Legal and professional charges		2,484,646	2,495,223
Entertainment		324,460	115,851
Repairs and maintenance		222,800	209,400
Traveling and conveyance		183,266	196,024
Advertisement		139,200	536,700
Fees and subscription		1,057,853	1,480,690
Depreciation		196,748	242,102
Amortization		-	-
Penalties		257,250	90,000
Miscellaneous expenses		378,631	287,704
		11,420,647	11,068,614
28.1 Salaries and other benefits include Rs. 50,000 (2025: Rs. 50,000) in respect of staff retirement benefits.			
28.2 Auditors' remuneration			
Audit fee		560,000	485,000
CCG review fee		90,000	90,000
Interim half yearly review fee		200,000	191,100
Other certification charges		100,000	100,000
Sales tax		60,000	33,750
		1,010,000	899,850
29 FINANCE COST			
Markup on long term borrowings		64,652,372	129,207,921
Bank charges and commission		12,841	41,710
		64,665,213	129,249,631
30 OTHER OPERATING INCOME			
On financial assets			
Profit on bank deposit accounts		586,170	-
Gain on restructuring of old financial liability		-	480,954,765
Reversal of bank balances written off		58,223	-
On Non-financial assets			
Other Income		99,032	822,893
		743,425	481,777,658
31 OTHER EXPENSES			
Bank balances written off		-	87,338
Input sales tax written off		-	7,816,890
Unrecorded liability payable to a director		3,999,966	-
		3,999,966	7,904,228

DOST STEELS LIMITED
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	Note	2026 Rupees	2025 Rupees
32 LEVIES			
	32.1	-	51,484,733

32.1 This represents Alternate Corporate Tax under section 113C of the Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21/ IAS 37.

33 TAXATION

Current tax

Deferred tax

		-	-
	33.1	(24,183,185)	(58,998,168)
		(24,183,185)	(58,998,168)
33.1 Deferred tax liability as on 30 June		1,798,453,508	1,822,636,693
Less: Opening deferred tax liability		(1,822,636,693)	-
Deferred tax expense		(24,183,185)	1,822,636,693
Deferred tax recognized in OCI		-	(1,881,634,861)
Deferred tax income recognized in the statement of profit or loss		(24,183,185)	(58,998,168)

33.2 The Company has suspended its operations since 2019 and is not carrying out its usual business and has therefore not made any sales during the year and resultantly has not incurred any tax liability.

34 EARNING/(LOSS) PER SHARE -BASIC AND DILUTED

Earning (Loss) per share is calculated by dividing the loss after tax for the year by the weighted average number of ordinary shares outstanding during the year as follows:

Profit/(Loss) attributable to ordinary shareholders - Rupees	(164,831,401)	302,460,579
Weighted average number of ordinary shares - No of shares	444,695,577	444,695,577
Earning /(Loss) per share - basic and diluted	(0.37)	0.68

No figure for diluted earnings/ (loss) per share has been presented as the Company has not issued any instrument carrying options which would have an impact on earnings/ (loss) per share when exercised.

35 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

	Note	2026 Rupees	2025 Rupees
35.1 Financial instrument by category			
Financial assets - at amortized cost			
Long term security deposits	9	40,551,445	40,551,445
Advances	12	9,229	9,229
Cash and bank balances	14	1,632,361	676,819
		42,193,035	41,237,493
Financial liabilities - at amortized cost			
Long term borrowings - secured	19	446,929,534	619,057,488
Markup accrued on secured borrowings	20	551,867,139	652,096,910
Trade and other payables	23	35,624,456	35,242,920
Accrued markup	24	17,311,804	17,311,804
Short term borrowings - unsecured	25	598,563,842	298,852,040
Current and overdue portion of long term borrowings		398,842,926	315,621,971
		2,049,139,701	1,938,183,133

35.2 Reconciliation to the line items presented in the statement of financial position

The reconciliation to the line items presented in the statement of financial position is as follows:

Assets

Long term security deposits
Advances
Cash and bank balances

2026		
Financial assets	Non-financial assets	Assets as per statement of financial position
40,551,445	-	40,551,445
9,229	663,365	672,594
1,632,361	-	1,632,361
42,193,035	663,365	42,856,400

Liabilities

Long term borrowings - secured
Markup accrued on secured borrowings
Trade and other payables - unsecured
Accrued markup
Short term borrowings - unsecured
Current and overdue portion of long term borrowings

2026		
Financial liabilities	Non-financial liabilities	Liabilities as per statement of financial position
446,929,534	-	446,929,534
551,867,139	-	551,867,139
35,624,456	119,438	35,743,894
17,311,804	-	17,311,804
598,563,842	-	598,563,842
398,842,926	-	398,842,926
2,049,139,701	119,438	2,049,259,139

Assets

Long term security deposits
Advances
Cash and bank balances

2025		
Financial assets	Non-financial assets	Assets as per statement of financial position
40,551,445	-	40,551,445
9,229	1,073,155	1,082,384
676,819	-	676,819
41,237,493	1,073,155	42,310,648

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Liabilities

Long term borrowings - secured
Markup accrued on secured borrowings
Trade and other payables - unsecured
Accrued markup
Short term borrowings - unsecured
Current and overdue portion of long term borrowings

2025		
Financial liabilities	Non-financial liabilities	Liabilities as per statement of financial position
619,057,488	-	619,057,488
652,096,910	-	652,096,910
35,242,920	119,439	35,362,358
17,311,804	-	17,311,804
298,852,040	-	298,852,040
315,621,971	-	315,621,971
1,938,183,133	119,439	1,938,302,571

35.3 Financial risk management

The Company has exposures to the following risks from its use of financial instruments :

- Credit risk
- Liquidity risk
- Market risk
- Operational risk

The Board has overall responsibility for the establishment and oversight of the Company's financial risk management. The responsibility includes developing and monitoring the Company's risk management policies. To assist the Board in discharging its oversight responsibility, management has been made responsible for identifying, monitoring and managing the Company's financial risk exposures. The Company's exposure to the risks associated with the financial instruments and the risk management policies and procedures are summarized as follows:

a) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss, without taking into account the fair value of any collateral. Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations of credit risk indicate the relative sensitivity of the Company's performance to developments affecting a particular industry.

Out of the total financial assets of Rs. 42,193,035 (2025: Rs. 41,237,493), the financial assets which are subject to credit risk amounted to Rs. 41,091,105 (2025: Rs. 40,569,739).

The carrying amount of financial assets represents the maximum credit exposure before any credit enhancement. The maximum exposure to credit risk at the reporting date was as follows:

Note	2026 Rupees	2025 Rupees
Long term security deposits	40,551,445	40,551,445
Advances	9,229	9,229
Bank balances	530,431	9,065
	41,091,105	40,569,739

All the trade debtors at the statement of financial position date represent domestic parties. The aging of trade receivable at the reporting date was:

1 - 30 days	-	-
Past due 31 - 60 days	-	-
Past due 61 - 180 days	-	-
Past due 181 - 365 days	-	-
Past due more than 365 days	19,469,715	19,469,715
	19,469,715	19,469,715
Remeasurement of expected credit loss	(19,469,715)	(19,469,715)
	-	-

Remeasurement of expected credit loss - aging

1 - 30 days	-	-
Past due 31 - 60 days	-	-
Past due 61 - 180 days	-	-
Past due 181 - 365 days	-	-
Past due more than 365 days	19,469,715	19,469,715
	19,469,715	19,469,715

Credit risk related to bank balances

The bank balance represents low credit risk as this is placed with banks having good credit ratings assigned by independent credit rating agency. The credit quality of bank balances can be assessed with reference to external credit rating as follows:

Bank Name	Rating agency	Rating		2026 Rupees	2025 Rupees
		Long Term	Short Term		
Askari Bank Limited	PACRA	AA+	A-1+	-	-
Faysal Bank Limited	VIS & PACRA	AA+	A-1+	472,896	-
National Bank of Pakistan	VIS & PACRA	AAA	A-1+	4,100	-
Silk Bank Limited	VIS	N/A	N/A	24,433	-
United Bank Limited	VIS	AAA	A-1+	5,251	5,794
Soneri Bank Limited	PACRA	AA	A-1+	9,979	-
Bank Alfalah Limited	PACRA	AAA	A-1+	10,500	-
Allied Bank Limited	PACRA	AAA	A-1+	3,199	3,199
Meezan Bank Limited	VIS	AAA	A-1+	72	72
				530,431	9,065

b) Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Company could be required to pay its liabilities earlier than expected or difficulty in raising funds to meet commitments associated with financial liabilities as they fall due.

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

Liquidity/ cash flow risk reflects the Company's inability of raising funds to meet commitments. The Company is in process of negotiating with syndicate consortium to arrange for working capital needs to resume commercial production. The management is also working on other options to induct a strategic investor to provide the required working capital.

The following are the contractual maturities of the financial liabilities, including estimated interest payments:

	Carrying Amount	Contractual Cashflows	Six months or less	Six to twelve months	More than one year
30 June 2026					
Long term borrowings - secured	446,929,534	446,929,534	-	-	446,929,534
Markup accrued on secured borrowings	551,867,139	551,867,139	-	-	551,867,139
Trade and other payables	35,624,456	35,624,456	35,624,456	-	-
Accrued markup	17,311,804	17,311,804	17,311,804	-	-
Short term borrowings - unsecured	598,563,842	598,563,842	598,563,842	-	-
Current and overdue portion of Long term borrowings	398,842,926	398,842,926	93,150,962	305,691,964	-
	2,049,139,701	2,049,139,701	744,651,064	305,691,964	998,796,673
30 June 2025					
Long term borrowings - secured	619,057,488	745,073,532	-	-	745,073,532
Markup accrued on secured borrowings	652,096,910	784,838,496	-	-	784,838,496
Trade and other payables	35,242,920	35,242,920	35,242,920	-	-
Accrued markup	17,311,804	17,311,804	17,311,804	-	-
Short term borrowings - unsecured	298,852,040	298,852,040	298,852,040	-	-
Current and overdue portion of Long term borrowings	315,621,971	315,621,971	149,155,083	166,466,888	-
	1,938,183,133	2,196,940,763	500,561,847	166,466,888	1,529,912,028

Market risk means that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices such as foreign exchange rates, interest rates and equity prices. The objective is to manage and control market risk exposures within acceptable parameters, while optimizing the return. Market risk comprises of three types of risk: foreign exchange or currency risk, interest / mark up rate risk and price risk. The market risks associated with the Company's business activities are discussed as under:

i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Foreign Currency risk arises mainly where receivables and payables exist due to transactions entered into foreign currencies. The Company is not exposed to any currency risk as it does not hold any foreign currency receivables/ payables.

ii) Interest rate risk

Interest rate risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

At the statement of financial position date the interest rate profile of the Company's interest bearing financial instruments was as follows:

	2026	2025	2026	2025
	Effective rate		Carrying amount	
	%		Rupees	
Long term borrowings- secured	12	12	446,929,534	619,057,488
Current and overdue portion of long term borrowings	12	12	398,842,926	153,709,215
			845,772,460	772,766,703

Interest rate risk cash flow sensitivity

A change of 100 basis points in interest rates at the reporting date would have increased/ (decreased) loss for the year by the amounts shown below. This analysis assumes that all other variables remain constant.

Cash flow sensitivity - variable rate	Change in BPS	Effect on loss before tax
		Rupees
Long term borrowings- secured	100 bps	-
Current and overdue portion of long term borrowings	100 bps	-

Capital risk management

The Company's objective when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure the Company may issue new shares and take other measures commensurate with the circumstances.

Consistently with others in the industry, the company monitors capital on the basis of the net debt-to-equity ratio. This ratio is calculated as net debt + equity. Net debt is calculated as total debt (as shown in the statement of financial position) less cash and cash equivalents. Equity comprises of share capital, reserves and retained earnings.

The net debt-to-equity ratios at 30 June are as follows:

	Note	2026 Rupees	2025 Rupees
Total debts		1,996,203,441	1,885,628,409
Less: Cash and bank balances		(1,632,361)	(676,819)
Net debt		1,994,571,080	1,884,951,590
Total equity		7,526,042,688	7,690,874,089
Net debt-to-equity (times)		0.27	0.25

Fair value of financial assets and liabilities

The estimated fair value of all financial instruments is not significantly different from their book value as shown in these financial statements.

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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d) Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the processes, technology and infrastructure supporting the Company's operations either internally within the Company or externally at the Company's service providers, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of investment management behavior. Operational risks arise from all of the Company's activities.

The Company's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its objective of generating returns for shareholders.

The primary responsibility for the development and implementation of controls over operational risk rests with the Board of Directors of the Company. This responsibility encompasses the controls in the following areas:

- requirements for appropriate segregation of duties between various functions, roles and responsibilities;
- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;
- requirements for periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

	Note	2026 Rupees	2025 Rupees
36 SHARIAH DISCLOSURES UNDER CLAUSE VII OF PART 1 OF SCHEDULE IV OF THE COMPANIES ACT, 2017			
Disclosures Required in relation to the Statement of Financial Position - Liability Side:			
(i) Financing (long term, short term or lease financing) obtained as per Islamic mode			
Long term finance		-	-
Short term finance		-	-
Lease Financing		-	-
	20 & 24	569,178,943	669,408,714
(ii) Interest or mark-up accrued on any conventional loan or advances			
Disclosures Required in relation to the Statement of Financial Position - Asset Side:			
(iii) Shariah compliant Investments:			
Long-term investments		-	-
Short term investments		-	-
Bank deposits		-	-
Bank Balances		72	-
(iii) Non-Shariah compliant Investments:			
Long-term investments		-	-
Short term investments		-	-
Bank deposits		-	-
Bank Balances	14	530,359	9,065
Disclosures Required in relation to the Statement of Comprehensive Income:			
(v) Revenue earned from a Shariah-compliant business segment		-	-
(vi) Break-up of late payments or liquidated damages		-	-
(vii) Gain / (loss) or dividend earned on Shariah compliant investments or share of (loss) / profit from Shariah-compliant associates		-	-
(viii) Profit earned from Shariah-compliant bank deposits, bank balances or TDRs:			
Term deposit receipts		-	-
Bank deposits		-	-
Bank Balances		-	-
(ix) Exchange gain earned from actual currency		-	-
(x) Exchange gains earned using conventional derivative financial instruments		-	-
(xi) Profit paid on Islamic mode of financing		-	-
(xii) Total Interest earned on any conventional loan or advance		-	-
(xiii) Source and detailed breakup of other income:		-	-
Shariah Compliant			
Income from financial assets			
Profit on term deposit receipts		-	-
Profit on Bank-Saving Accounts		-	-
Income from non-financial assets			
Gain / (loss) on disposal of property, plant and equipment		-	-
Non-Shariah Compliant			
Income from financial assets			
Profit on term deposit receipts		-	-
Profit on Bank-Saving Accounts	30	586,170	-
Income from non-financial assets			
Gain / (loss) on disposal of property, plant and equipment		-	-
Other Disclosure Requirements			
(xiv) Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc.			
Financial institution name	Nature of relationship		
Meezan Bank Limited	Bank balance		

37 TRANSACTIONS WITH RELATED PARTIES

Related parties include associated companies, directors of the Company, companies where directors also hold directorship, related group companies, key management personnel, staff retirement funds and entities over which directors are able to exercise influence. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions, and at prices agreed based on inter company prices using admissible valuation modes, i.e. comparable uncontrolled price method except short term borrowings which are unsecured and interest free. There are no transactions with the key management personnel other than under their terms of employment/ entitlements.

The advance for shares and outstanding balance payable to directors and sponsors and transactions with them are disclosed in note 17 and 25, shares held by related parties in note 15 and remuneration paid to chief executive and directors is disclosed in note 38 to these financial statements. Significant transactions with related parties not disclosed elsewhere are as follows:

DOST STEELS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

	2026 Rupees	2025 Rupees
Key management personnel		
-Loan received during the year	299,711,802	5,000,000
-Loan repaid/ adjusted during the year	3,999,966	-
Family of key management personnel		
-Loan received during the year	-	-
-Loan repaid/ adjusted during the year	-	-

Following are the related parties with whom the Company have arrangement or agreements in place:

Name of related party	Basis of relationship	Relationship	Shareholding %
Ms. Nargis Abuzar Shad	Shareholder and director	Shareholding	2.168%
Mr. Zahid Iftakhar	Shareholder and director	Shareholding	5.527%
Mr. Mian Abuzar Shad	Shareholder and director	Shareholding	4.600%
Ms. Mona Zahid	Shareholder and family of key management personnel	Shareholding	0.090%
Mr. Jamal Iftakhar Ahmed	Shareholder and family of key management personnel	Shareholding	6.157%
Crescent Star Insurance Limited	Common directorship	Associated company	0.054%
Abuzar Grinding Mills (Private) Limited	Common directorship	Associated company	N/A

38 REMUNERATION AND OTHER BENEFITS TO CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amount charged in these financial statements for remuneration, including certain benefits to the chief executive, director and executives of the Company, are as follows:

	Chief Executive Officer		Directors		Executives	
	2026	2025	2026	2025	2026	2025
	Rupees					
Managerial remuneration	1,800,000	1,500,000	-	-	1,200,000	-
Other allowances	-	-	-	-	-	-
Car allowances	-	-	-	-	-	-
Staff retirement gratuity	-	-	-	-	-	-
Directors' meeting fee	-	-	-	-	-	-
	1,800,000	1,500,000	-	-	1,200,000	-
Number of persons	1	1	9	9	1	-

39 OPERATING SEGMENT

These financial statements have been prepared on the basis of a single reportable segment and commercial operations were started during the year ended 30 June 2018.

40 PRODUCTION CAPACITY

	2026	2025
	Metric Tons	
Total installed capacity - on three shift basis	350,000	350,000
Available installed capacity - on three shift basis	350,000	350,000
Actual production	-	-

The plant has not been operated as the Company had stopped its commercial production since 2019 due to the absence of required working capital.

41 CORRESPONDING FIGURES

Comparative information has been rearranged and reclassified, wherever necessary, for the purpose of better presentation and comparison. Following major reclassification has been made during the year.

Description	Reclassified from	Reclassified to	Note	Amount
Advance for issuance of shares	Non-Current liabilities	Share capital & reserve	17	3,829,952

42 NUMBER OF EMPLOYEES

	2026	2025
	Number	
Total number of employees as at 30 June	26	26
Average number of employees during the year	25	25

43 RECOVERABLE AMOUNTS AND IMPAIRMENT

As at the reporting date, recoverable amounts of all assets/ cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in these financial statements.

44 EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

There are no other events after the statement of financial position date causing any adjustment to/ disclosure in the financial statements.

45 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were approved and authorized for issue on _____ by the Board of Directors of the Company.

[Handwritten signature]

[Handwritten signature]
Chief Executive Officer

[Handwritten signature]
Chief Financial Officer

Director

THE COMPANIES ACT, 2017
(Section 227(2)(f))
PATTERN OF SHAREHOLDING

1.1 Name of the Company

DOST STEELS LIMITED

2.1. Pattern of holding of the shares held by the shareholders as at

30-06-2026

2.2 No. of Shareholders	-----Shareholdings-----		Total Shares Held
	From	To	
721	1	100	19,999
6,349	101	500	3,094,011
958	501	1,000	914,362
2,193	1,001	5,000	6,287,466
698	5,001	10,000	5,629,361
283	10,001	15,000	3,673,060
209	15,001	20,000	3,902,246
167	20,001	25,000	3,930,715
100	25,001	30,000	2,882,734
55	30,001	35,000	1,825,710
57	35,001	40,000	2,207,249
36	40,001	45,000	1,568,200
90	45,001	50,000	4,463,731
29	50,001	55,000	1,526,404
27	55,001	60,000	1,587,536
15	60,001	65,000	926,285
25	65,001	70,000	1,721,056
20	70,001	75,000	1,471,316
13	75,001	80,000	1,012,386
10	80,001	85,000	837,233
9	85,001	90,000	799,392
8	90,001	95,000	734,660
73	95,001	100,000	7,279,958
9	100,001	105,000	918,952
5	105,001	110,000	539,537
5	110,001	115,000	564,000
7	115,001	120,000	827,530
8	120,001	125,000	986,145
5	125,001	130,000	644,001
3	130,001	135,000	395,578
4	135,001	140,000	549,990
3	140,001	145,000	427,887
14	145,001	150,000	2,096,700
3	150,001	155,000	454,619
4	155,001	160,000	640,000
3	160,001	165,000	489,912
6	165,001	170,000	1,007,030
5	170,001	175,000	865,965

2	175,001	180,000	359,880
3	180,001	185,000	550,485
1	190,001	195,000	193,546
17	195,001	200,000	3,395,364
2	205,001	210,000	416,690
2	210,001	215,000	425,218
3	215,001	220,000	649,121
5	220,001	225,000	1,123,453
1	225,001	230,000	227,500
2	230,001	235,000	468,000
3	235,001	240,000	715,200
6	245,001	250,000	1,496,000
3	250,001	255,000	757,125
2	255,001	260,000	519,100
1	265,001	270,000	266,488
3	270,001	275,000	823,200
2	275,001	280,000	553,383
2	280,001	285,000	564,450
3	285,001	290,000	863,696
1	290,001	295,000	290,796
6	295,001	300,000	1,798,939
1	300,001	305,000	304,711
1	310,001	315,000	312,500
1	315,001	320,000	317,871
1	320,001	325,000	325,000
2	330,001	335,000	665,280
1	335,001	340,000	335,380
1	355,001	360,000	359,000
1	360,001	365,000	365,000
2	365,001	370,000	738,068
2	370,001	375,000	747,000
1	375,001	380,000	377,150
2	385,001	390,000	779,223
2	390,001	395,000	781,640
6	395,001	400,000	2,400,000
3	400,001	405,000	1,206,505
2	410,001	415,000	824,610
1	440,001	445,000	441,000
1	450,001	455,000	455,000
1	475,001	480,000	480,000
3	495,001	500,000	1,500,000
2	540,001	545,000	1,082,315
1	545,001	550,000	550,000
1	580,001	585,000	585,000
1	605,001	610,000	606,500
1	615,001	620,000	619,200
1	635,001	640,000	636,879
1	640,001	645,000	645,000
1	645,001	650,000	650,000
1	680,001	685,000	682,981
1	690,001	695,000	693,000

1	695,001	700,000	700,000
1	855,001	860,000	856,353
1	880,001	885,000	880,923
1	885,001	890,000	887,500
1	895,001	900,000	900,000
1	905,001	910,000	905,286
1	985,001	990,000	990,000
2	995,001	1,000,000	1,996,450
1	1,020,001	1,025,000	1,022,245
1	1,070,001	1,075,000	1,075,000
1	1,085,001	1,090,000	1,090,000
1	1,095,001	1,100,000	1,100,000
1	1,150,001	1,155,000	1,152,495
1	1,155,001	1,160,000	1,155,900
1	1,235,001	1,240,000	1,235,061
1	1,280,001	1,285,000	1,282,300
1	1,595,001	1,600,000	1,600,000
1	2,005,001	2,010,000	2,005,273
1	2,685,001	2,690,000	2,689,371
1	2,985,001	2,990,000	2,986,043
1	3,420,001	3,425,000	3,424,484
1	4,135,001	4,140,000	4,139,900
1	4,290,001	4,295,000	4,293,912
1	4,930,001	4,935,000	4,934,971
1	5,395,001	5,400,000	5,398,941
1	5,540,001	5,545,000	5,544,688
1	7,505,001	7,510,000	7,508,710
1	7,780,001	7,785,000	7,780,722
1	8,005,001	8,010,000	8,007,196
1	8,965,001	8,970,000	8,969,799
1	9,640,001	9,645,000	9,641,500
1	9,995,001	10,000,000	10,000,000
1	20,000,001	20,005,000	20,000,947
1	20,455,001	20,460,000	20,458,000
1	22,110,001	22,115,000	22,113,708
1	24,575,001	24,580,000	24,577,686
1	27,270,001	27,275,000	27,272,727
1	27,380,001	27,385,000	27,380,986
1	28,495,001	28,500,000	28,500,000
1	29,980,001	29,985,000	29,983,422
1	31,625,001	31,630,000	31,626,715

12,387

444,695,577

2.3 Categories of Shareholders	Shares Held	Percentage
2.3.1 Directors, Chief Executive Officer, and their spouse and minor children	55,135,686	12.3985%
2.3.2 Associated Companies, undertakings and related parties. (Parent Company)	0	0.0000%
2.3.3 NIT and ICP	0	0.0000%
2.3.4 Banks Development Financial Institutions, Non Banking Financial Institutions.	9,000	0.0020%
2.3.5 Insurance Companies	193,697	0.0436%
2.3.6 Modarabas and Mutual Funds	0	0.0000%
2.3.7 Shareholders holding 10% or more	0	0.0000%
2.3.8 General Public		
a. Local	355,249,415	79.8860%
b. Foreign	64,498	0.0145%
2.3.9 Others (to be specified)		
- Joint Stock Companies	33,942,281	7.6327%
- Others	101,000	0.0227%

DOST STEELS LIMITED
Categories of Share Holders
As on 30th June, 2026

ONLY FOR INFORMATION NOT FOR PRINTING
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S. No. NAME
DIRECTORS, CEO THEIR SPOUSES & MINOR CHILDREN:

1	MR. SUHAIL ELAHI (CEO) (CDC)
2	MR. MUHAMMAD AZHAR CHUGHTAI (CDC)
3	MIAN ABUZAR SHAD (CDC)
4	MRS. NARGIS ABUZAR SHAD (CDC)
5	MR. ZAHID IFTAKAHR (CDC)
6	MR. SHAFIQ AHMED SOOMRO (CDC)
7	MS. SABA AZAM (CDC)
8	MRS. MONA ZAHID W/O ZAHID IFTAKHAR (CDC)

HOLDING % AGE

500	0.0001%
500	0.0001%
20,458,000	4.6005%
9,641,500	2.1681%
24,577,686	5.5269%
57,000	0.0128%
500	0.0001%
400,000	0.0899%

55,135,686	12.3985%
-------------------	-----------------

ASSOCIATED COMPANIES:

NIT & ICP:

BANKS, DEVELOPMENT FINANCIAL INSTITUTIONS,

NON BANKING FINANCIAL INSTITUTIONS:

1	ESCORTS INVESTMENT BANK LIMITED (CDC)
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9,000	0.0020%
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9,000	0.0020%
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INSURANCE COMPANIES:

1	CRESCENT STAR INSURANCE LIMITED (CDC)
2	CRESCENT STAR INSURANCE LIMITED (CDC)
3	CRESCENT STAR INSURANCE LIMITED (CDC)

2,813	0.0006%
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92,919	0.0209%
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97,965	0.0220%
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193,697	0.0436%
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INVESTMENT COMPANIES

MODARABAS & MUTTUAL FUNDS

JOINT STOCK COMPANIES:

1	ONSUN (PRIVATE) LIMITED (CDC)
2	Z. A GHAFAR SECURITIES (PRIVATE) LIMITED (CDC)
3	BAWANY AIR PRODUCTS LIMITED (CDC)
4	KM ENTERPRISES (PVT.) LIMITED (CDC)
5	A. H. M. SECURITIES (PRIVATE) LIMITED (CDC)
6	ABA ALI HABIB SECURITIES (PVT) LIMITED (CDC)
7	BEAMING INVEST & SECURITIES(PVT.) LTD. (CDC)
8	CLIKTRADE LIMITED (CDC)
9	CMA SECURITIES (PVT.) LIMITED (CDC)
10	ELAHI NOOR ENTERPRISES PVT LIMITED (CDC)
11	GHANI OSMAN SECURITIES (PRIVATE) LIMITED (CDC)
12	GPH SECURITIES (PRIVATE) LIMITED (CDC)
13	HAFIZ LIMITED (CDC)
14	IMPERIAL INVESTMENT (PVT) LTD. (CDC)
15	J. K. SPINNING MILLS LIMITED (CDC)
16	KM ENTERPRISES (PVT.) LIMITED (CDC)
17	KM ENTERPRISES (PVT.) LIMITED (CDC)

6,900	0.0016%
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8,500	0.0019%
-------	---------

24,834	0.0056%
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6,949	0.0016%
-------	---------

100,000	0.0225%
---------	---------

500	0.0001%
-----	---------

3,000	0.0007%
-------	---------

34	0.0000%
----	---------

35,000	0.0079%
--------	---------

500	0.0001%
-----	---------

2,000	0.0004%
-------	---------

25,000	0.0056%
--------	---------

10,000	0.0022%
--------	---------

500	0.0001%
-----	---------

75,000	0.0169%
--------	---------

500	0.0001%
-----	---------

231	0.0001%
-----	---------

18	MAK SECURITIES (PRIVATE) LIMITED (CDC)	1,000	0.0002%
19	MEHDI SECURITIES (PRIVATE) LIMITED (CDC)	1,000	0.0002%
20	MRA SECURITIES LIMITED (CDC)	636,879	0.1432%
21	MSMANIAR FINANCIALS (PVT) LTD (CDC)	2,500	0.0006%
22	MUHAMMAD AHMED NADEEM SECURITIES (SMC-PVT) LIMITED (CDC)	44	0.0000%
23	NCC - PRE SETTLEMENT DELIVERY ACCOUNT (CDC)	82,000	0.0184%
24	NCC-RETRIEVAL ACCOUNT (CDC)	1,500	0.0003%
25	NH SECURITIES (PVT) LIMITED. (CDC)	20,005	0.0045%
26	PRUDENTIAL SECURITIES LIMITED (CDC)	1,028	0.0002%
27	SHAFFI SECURITIES (PVT) LIMITED (CDC)	19,010	0.0043%
28	WEAVERS PAKISTAN (PRIVATE) LIMITED (CDC)	5,398,941	1.2141%
29	WEAVERS PAKISTAN PVT LIMITED (CDC)	500	0.0001%
30	ZAFAR SECURITIES (PVT) LTD. (CDC)	31,269	0.0070%
31	BAWANY AIR PRODUCTS LIMITED (CDC)	458	0.0001%
32	CRESCENT BAHUMAN LIMITED (CDC)	27,272,727	6.1329%
33	WEAVERS PAKISTAN (PRIVATE) LIMITED (CDC)	173,960	0.0391%
34	WEAVERS PAKISTAN (PRIVATE) LIMITED (CDC)	12	0.0000%
		33,942,281	7.6327%

OTHERS

1	TRUSTEES HOMMIE&JAMSHED NUSSERWANJEE C.T (CDC)	100,000	0.0225%
2	TRUSTEES OF CANTEEN STORES DEPARTMENT (CDC)	1,000	0.0002%
		101,000	0.0227%

EXECUTIVES

0	0.0000%
----------	----------------

SHARES HELD BY THE GENERAL PUBLIC (FOREIGN):

64,498	0.0145%
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SHARES HELD BY THE GENERAL PUBLIC (LOCAL):

355,249,415	79.8860%
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355,313,913	79.9005%
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TOTAL	444,695,577	100.0000%
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SHAREHOLDERS HOLDING 10% OR MORE OF TOTAL CAPITAL:

S. No.	NAME	HOLDING	% AGE
NIL			

SHAREHOLDERS HOLDING 5% OR MORE OF TOTAL CAPITAL:

S. No.	NAME	HOLDING	% AGE
1	MST ESHWAH ABUZAR (CDC)	40,596,514	9.1291%
2	MST. QURAT UL AIN SHAHZEB (CDC)	29,983,422	6.7425%
3	MR. ABDULLAH IQBAL AUJLA (CDC)	32,113,708	7.2215%
4	MS. JANNAT ABUZAR (CDC)	28,500,000	6.4089%
5	MR. JAMAL IFTAKHAR AHMED (CDC)	27,380,986	6.1572%
6	CRESCENT BAHUMAN LIMITED (CDC)	27,272,727	6.1329%
7	MR. ZAHID IFTAKAHR (CDC)	24,577,686	5.5269%
		210,425,043	47.3189%

During the financial year the trading in shares of the company by the Directors, CEO, CFO, Company Secretary and their spouses and minor children is as follows

<u>S. No.</u>	<u>NAME</u>	<u>SALE</u>	<u>PURCHASE</u>
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Dear Sir, Please check the same at your end.

DOST STEELS LIMITED
Categories of Shareholding required under Code of Corporate Governance (CCG)
As on June 30, 2026

Sr. No.	Name	No. of Shares Held	Percentage
Associated Companies, Undertakings and Related Parties (Name Wise Detail):		-	-
Mutual Funds (Name Wise Detail)		-	-
Directors and their Spouse and Minor Children (Name Wise Detail):			
1	MR. SUHAIL ELAHI (CEO) (CDC)	500	0.0001%
2	MR. MUHAMMAD AZHAR CHUGHTAI (CDC)	500	0.0001%
3	MIAN ABUZAR SHAD (CDC)	20,458,000	4.6005%
4	MRS. NARGIS ABUZAR SHAD (CDC)	9,641,500	2.1681%
5	MR. ZAHID IFTAKAHR (CDC)	24,577,686	5.5269%
6	MR. SHAFIQ AHMED SOOMRO (CDC)	57,000	0.0128%
7	MS. SABA AZAM (CDC)	500	0.0001%
8	MRS. MONA ZAHID W/O ZAHID IFTAKHAR (CDC)	400,000	0.0899%
Executives:		-	-
Public Sector Companies & Corporations:		-	-
Banks, Development Finance Institutions, Non Banking Finance Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:		202,697	0.0456%
Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)			
1	MST ESHWAH ABUZAR (CDC)	40,596,514	9.1291%
2	MST. QURAT UL AIN SHAHZEB (CDC)	29,983,422	6.7425%
3	MR. ABDULLAH IQBAL AUJLA (CDC)	32,113,708	7.2215%
4	MS. JANNAT ABUZAR (CDC)	28,500,000	6.4089%
5	MR. JAMAL IFTAKHAR AHMED (CDC)	27,380,986	6.1572%
6	CRESCENT BAHUMAN LIMITED (CDC)	27,272,727	6.1329%
7	MR. ZAHID IFTAKAHR (CDC)	24,577,686	5.5269%

All trades in the shares of the listed company, carried out by its Directors, Executives and their spouses and minor children shall also be disclosed:

<u>S. No.</u>	<u>NAME</u>	<u>SALE</u>	<u>PURCHASE</u>
---------------	-------------	-------------	-----------------

Dear Sir, Please check the same at your end.

FORM OF PROXY

The Company Secretary
Dost Steels Limited
Room No. 403, 4th Floor,
Ibrahim Trade Centre,
1-Aibak Block Barkat Market,
New Garden Town, Lahore

Folio No./CDC A/c No. _____
Shares Held: _____

I/ We _____
(Name) (Address)

being the member (s) of Dost Steels Limited ("DSL") hereby Appointed

Mr. / Mrs./Miss _____ of _____
(Name) (Address)

or failing him / her / Mr. /Mrs. Miss./ _____ of _____
(Name) (Address)

who is also member of the Company vide Registered Folio No. /CDC A/c No. _____ (being the member of the Company)] as my / our proxy to attend at and vote for me / us and on my/our behalf at an Annual General Meeting of the Company to be held on October 28, 2026 at 09:00 a.m. and at any adjournment thereof.

Signature this _____ Day of _____ 2026

(Witnesses)

1. _____
Signature

Name _____

Address _____

CNIC No. _____

(Witnesses)

2. _____
Signature

Name _____

Address _____

CNIC No. _____

Affix Revenue Stamp
of Rupees Five

Signature of Shareholder
(Signature appended should agree
with the specimen signature
registered with the Company.)

Notes:

1. A member entitled to attend and vote the Annual General Meeting is entitled to appoint another member as proxy to attend and vote instead of him/her. A corporation or a company being a member of the Company may appoint any of its officer though not a member of the Company;
2. Proxy(s) must be received at the Registered Office of the Company not less than 48 hours before the time appointed for the Meeting.
3. The signature on the instrument of proxy must conform to the specimen signature recorded with the Company.
4. CDC account holders will further have to follow the under-mentioned guidelines as laid down in Circular 1 dated 26 January 2000 issued by the Securities and Exchange Commission of Pakistan.

A. For Attending the Meeting.

- i) In case of individuals the account holder and / or sub-account holder whose registration details are uploaded as per the CDC Regulations, shall authenticate his / her identity by showing his / her original CNIC or original Passport along with Participant ID number and the Account number at the time of attending the Meeting.
- ii) In case of corporate entity, the Board's resolution/power of attorney with specimen signature of the nominee shall be produced (unless it has been provide earlier) at the time of the Meeting.

B. For appointing Proxies.

- i) In case of individuals, the account holder and / or sub-account holder whose registration details are uploaded as per the CDC Regulations, shall submit the proxy form as per above requirements.
- ii) The proxy form shall be witnessed by two persons, whose names, address and CNIC numbers shall be mentioned of the form.
- iii) Attested copies of the CNIC or the passport of beneficial owners and the proxy shall be furnished with the proxy form.
- iv) The proxy shall produce his / original CNIC or original passport at the time of the Meeting.
- v) In case of corporate entity, the Board's resolution / power of attorney with specimen signature shall be furnished (unless it has been provided earlier) along with proxy form to the Company.

پراکسی فارم

فولیو نمبر / سی ڈی سی اکاؤنٹ نمبر: _____

حصص کی تعداد: _____

کمپنی سیکریٹری
دوست اسٹیلز لمیٹڈ
کمرہ نمبر 403، چوتھی منزل،
ابراہیم ٹریڈ سینٹر،
1-ایبک بلاک برکت مارکیٹ،
نیو گارڈن ٹاؤن، لاہور

میں / ہم

_____ (نام) _____ (پتہ)

بحیثیت رکن / اراکین دوست اسٹیلز لمیٹڈ ("ڈی ایس ایل")، بذریعہ ہذا تقرر کرتا ہوں / کرتے ہیں

جناب / / محترمہ / مس _____ ساکن

_____ (نام) _____ (پتہ)

یا ان کی غیر موجودگی میں جناب / محترمہ / مس _____ ساکن

_____ (نام) _____ (پتہ)

جو کمپنی کے رکن بھی ہیں (رجسٹرڈ فولیو نمبر / سی ڈی سی اکاؤنٹ نمبر _____ کے تحت کمپنی کے رکن) کو بطور میرا / ہمارا پراکسی مقرر کرتا ہوں / کرتے ہیں تاکہ وہ کمپنی کے سالانہ اجلاس عام میں، جو 28 اکتوبر 2026 کو صبح 09:00 بجے منعقد ہوگا، اور اس کے کسی بھی التوا کی صورت میں، میری / ہماری جانب سے اور میرے / ہمارے لیے شرکت کریں اور ووٹ دیں۔

دستخط بتاریخ _____ ماہ _____ 2026

(گواہان)

پانچ روپے کا ریونیو
اسٹیمپ چسپاں کریں

_____ ۱
دستخط

نام _____

پتہ _____

شناختی کارڈ نمبر _____

(گواہان)

_____ ۲
دستخط
رکن (حصص دار) کے دستخط
(دستخط کمپنی کے پاس رجسٹرڈ نمونہ دستخط کے مطابق ہونے چاہییں۔)

_____ ۲
دستخط

نام _____

پتہ _____

شناختی کارڈ نمبر _____

نوٹ:

۱. سالانہ اجلاس عام میں شرکت اور ووٹ دینے کا حقدار رکن اپنی جگہ شرکت کرنے اور ووٹ دینے کے لیے کسی دوسرے رکن کو بطور پراکسی مقرر کر سکتا ہے۔ کمپنی کا رکن کوئی کارپوریشن یا کمپنی اپنے کسی افسر کو، خواہ وہ کمپنی کا رکن نہ ہو، مقرر کر سکتی ہے؛
۲. پراکسی فارم (ز) کمپنی کے رجسٹرڈ دفتر میں اجلاس کے لیے مقررہ وقت سے کم از کم 48 گھنٹے قبل موصول ہونے چاہییں۔
۳. پراکسی کی دستاویز پر دستخط کمپنی کے پاس درج نمونہ دستخط کے مطابق ہونے چاہییں۔
۴. سی ڈی سی اکاؤنٹ ہولڈرز کو مزید سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ سرکلر نمبر 1 مورخہ 26 جنوری 2000 میں دی گئی درج ذیل ہدایات پر بھی عمل کرنا ہوگا۔

الف۔ اجلاس میں شرکت کے لیے۔

- (۱) انفرادی حیثیت میں، اکاؤنٹ ہولڈر اور / یا سب اکاؤنٹ ہولڈر، جن کی رجسٹریشن کی تفصیلات سی ڈی سی ریگولیشنز کے مطابق اپ لوڈ کی گئی ہوں، اجلاس میں شرکت کے وقت اپنا اصل شناختی کارڈ یا اصل پاسپورٹ، پارٹیسپنٹ آئی ڈی نمبر اور اکاؤنٹ نمبر کے ہمراہ دکھا کر اپنی شناخت کی تصدیق کریں گے۔
- (۲) کارپوریٹ ادارے کی صورت میں، نامزد شخص کے نمونہ دستخط کے ساتھ بورڈ کی قرارداد / پاور آف اٹارنی اجلاس کے وقت پیش کی جائے گی (الا یہ کہ یہ پہلے فراہم کی جا چکی ہو)۔

ب۔ پراکسی مقرر کرنے کے لیے۔

- (۱) انفرادی حیثیت میں، اکاؤنٹ ہولڈر اور / یا سب اکاؤنٹ ہولڈر، جن کی رجسٹریشن کی تفصیلات سی ڈی سی ریگولیشنز کے مطابق اپ لوڈ کی گئی ہوں، مندرجہ بالا تقاضوں کے مطابق پراکسی فارم جمع کرائیں گے۔
- (۲) پراکسی فارم پر دو افراد کی گواہی ہونی چاہیے، جن کے نام، پتے اور شناختی کارڈ نمبر فارم پر درج کیے جائیں گے۔
- (۳) مستفید مالکان اور پراکسی کے شناختی کارڈ یا پاسپورٹ کی مصدقہ نقول پراکسی فارم کے ہمراہ فراہم کی جائیں گی۔
- (۴) پراکسی اجلاس کے وقت اپنا اصل شناختی کارڈ یا اصل پاسپورٹ پیش کرے گا۔
- (۵) کارپوریٹ ادارے کی صورت میں، نمونہ دستخط کے ساتھ بورڈ کی قرارداد / پاور آف اٹارنی پراکسی فارم کے ہمراہ کمپنی کو فراہم کی جائے گی (الا یہ کہ پہلے فراہم کی جا چکی ہو)۔

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