



ISO 9001:2008, 14001:2004 &
OHSAS 18001:2007 Certified

First Quarterly

Financial Statements (Unaudited)

For The Period Ended September 30, 2026

Wah Nobel Chemicals Limited

VISION STATEMENT

The Company's vision is to be the market leader and serve the needs of customers with total dedication, supply them the current and anticipate their future needs, create value for customers, shareholders, employees and the community

CORPORATE MISSION

- **To meet the current needs of its customers and anticipate their future needs.**
- **To maintain close and direct contacts with the customers to ensure their complete satisfaction.**
- **Constantly improve the quality of all our activities through operational excellence.**
- **To give fullest regard to the safety and health of employees and customers.**
- **To promote professionalism at all levels through constant education, training and development of human resources.**
- **To safeguard the environment and the community from pollution.**
- **To create a conducive work environment and inspire people to perform to their fullest potential and to reward talent.**

CORPORATE INFORMATION

BOARD OF DIRECTORS

Lt. Gen. Tahir Hameed Shah, HI(M)	:	Chairman
Mr. Mats-Olof Rydberg	:	Director
Maj Gen Javed Dost Chandio, HI(M)	:	Director
Maj Gen Muhammad Kashif Azad, HI(M)	:	Director
Mr. Tariq M. Rangoonwala	:	Director
Mr. Muhammad Ashar	:	Director

CHIEF EXECUTIVE : Brig Shiraz Ullah Choudhry, SI(M) ®

AUDIT COMMITTEE

Mr. Tariq M. Rangoonwala	:	Chairman
Maj Gen Muhammad Kashif Azad, HI(M)	:	Member

HUMAN RESOURCE & REMUNERATION (HR&R) COMMITTEE

Mr. Tariq M. Rangoonwala	:	Chairman
Maj Gen Javed Dost Chindio, HI(M)	:	Member
Brig Shiraz Ullah Choudhry, SI(M) ®	:	Member

COMPANY SECRETARY AND

CHIEF FINANCIAL OFFICER : Mr. Muhammad Farrukh Mansoor Malik

AUDITORS : Grant Thornton Anjum Rahman
Chartered Accountants

LEGAL ADVISORS : The Law Firm of Basit Musheer

SHARES REGISTRAR : Ilyas Saeed Associates (Pvt.) Ltd.,
Management Consultants,
Office # 26, 2nd Floor, Rose Plaza,
I-8 Markaz, Islamabad.
Tel: 051-4938026-7, Fax: 051-4102628
Email: imran@ilyassaeed.com

BANKERS : MCB Bank Limited
Allied Bank of Pakistan Limited
Bank Al-Habib Limited
Askari Bank Limited
Meezan Bank Limited
Faysal Bank Limited

REGISTERED OFFICE : G.T. Road, Wah Cantt.

PHONES : (051) 4545243-6 (4 Lines)

(051) 905525204

FAX : (051) 4545241, (051) 4535862

E.MAIL : ce@wahnobel.com

WEBSITE : www.wahnobel.com

FACTORY : Wah Cantt.

DIRECTORS' REPORT TO THE SHAREHOLDERS
For the first quarter ended 30 September 2026

The Board of Directors is pleased to present the condensed interim financial information (un-audited) of the Company for the three months ended 30 September 2026.

Financial Results

(Rupees in million, except earnings per share)

Description	Quarter ended 30 September 2026	Quarter ended 30 September 2025	Change
Gross sales	1,605	1,667	(3.7%)
Net sales	1,343	1,413	(5.0%)
Gross profit	243	248	(2.0%)
Operating profit	226	230	(2.0%)
Profit before taxation	215	200	7.4%
Profit after taxation	136	122	10.9%
Earnings per share (Rs)	15.06	13.58	10.9%

Business Review

The Company achieved net sales of Rs 1,343 million during the quarter against Rs 1,413 million in the corresponding quarter, a reduction of 5%. The reduction reflects lower sales volume, which fell to 7,089 M.Tons from 9,236 M.Tons. The suspension of exports to Afghanistan following the closure of the Pak–Afghan border has displaced industry volume into the domestic market, and the resulting competitive pressure reduced selling prices over the past two months.

Notwithstanding the lower volume, the Company improved its profitability. Selling prices were adjusted to recover the escalation in the cost of methanol, the Company's principal raw material, the international price of which ranged between US\$ 470 and US\$ 600 per M.Ton during the quarter. The gross margin accordingly widened to 18.1% of net sales from 17.5%, and gross profit of Rs 243 million was held within 2% of the corresponding quarter on materially lower volume.

Finance cost reduced to Rs 0.3 million from Rs 16.3 million, following the repayment in full during the preceding financial year of the borrowings outstanding at 30 June 2025. The Company remained free of borrowing of any description throughout the quarter. The effective rate of taxation reduced to 37.0% from 39.0%, reflecting the reduction in super tax from 10% to 8% under the Finance Act, 2026.

Profit before taxation accordingly increased by 7% to Rs 215 million and profit after taxation by 11% to Rs 136 million, with earnings per share of Rs 15.06 against Rs 13.58. Measured against the budget approved by the Board for the period, the Company achieved 107% of its budgeted profit after taxation.

Net cash generated from operating activities was Rs 57 million, which funded capital expenditure of Rs 6 million and lifted cash and bank balances to Rs 154 million from Rs 103 million at the year end. Shareholders' equity increased to Rs 3,154 million, equivalent to a break-up value of Rs 350.5 per share.

Dividend

The Board has not recommended any interim cash dividend for the quarter ended 30 September 2026.

Related Party Transactions

All transactions with related parties during the period were carried out on an arm's length basis and in the ordinary course of business. The transactions were placed before the Audit Committee and approved by the Board, and are disclosed in the notes to the condensed interim financial information.

Contingencies

There is no change in the status of the contingencies in respect of the vend fee and permit fee levied by the Government of Sindh and the permit fee and licence fee levied by the Government of Punjab on methanol. The position is disclosed in the notes to the condensed interim financial information.

Future Outlook

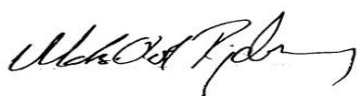
The remainder of the financial year is expected to remain demanding. The cost of methanol and the exchange rate remain the principal variables affecting margins, and exports to Afghanistan are expected to remain suspended for so long as the border remains closed, sustaining competitive pressure on selling prices in the domestic market.

Against this, the Company enters the remaining period free of debt, with a strengthened margin structure and with its full borrowing capacity intact. Management continues to pursue alternate sourcing of raw material, the recovery of domestic volume and further efficiencies across the cost base. The Board remains confident of the Company's ability to meet the challenges of the year and to sustain profitable growth.

Acknowledgement

The Directors place on record their appreciation of the dedication and hard work of the Company's employees. The Board also extends its gratitude to the Company's valued customers, suppliers, bankers and other stakeholders for their continued trust and support.

On behalf of the Board of Directors



Mr. Mats-Olof Rydberg
Director



Brig Shiraz Ullah Choudhry, SI(M)®
Chief Executive

Wah Cantt
28 October 2026

ڈائریکٹرز رپورٹ
30 ستمبر 2026 کو ختم ہونے والی پہلی سہ ماہی کے لیے

بورڈ آف ڈائریکٹرز کو یہ رپورٹ پیش کرتے ہوئے مسرت ہو رہی ہے کہ وہ 30 ستمبر 2026 کو ختم ہونے والی تین ماہ کی مدت کے لیے کمپنی کے غیر آڈٹ شدہ مختصر عبوری مالیاتی گوشوارے پیش کر رہا ہے۔

مالیاتی نتائج

(رقوم ملین روپے میں، فی حصص آمدنی کے علاوہ)

تفصیلات	30 ستمبر 2026	30 ستمبر 2025	تبدیلی
مجموعی فروخت	1,605	1,667	(3.7%)
خالص فروخت	1,343	1,413	(5.0%)
مجموعی منافع	243	248	(2.0%)
اپریٹنگ منافع	226	230	(2.0%)
ٹیکس سے قبل منافع	215	200	7.4%
ٹیکس کے بعد منافع	136	122	10.9%
فی حصص آمدنی (روپے)	15.06	13.58	10.9%

کاروباری کارکردگی کا جائزہ

زیر جائزہ سہ ماہی کے دوران کمپنی نے **1,343** ملین روپے کی خالص فروخت حاصل کی، جبکہ گزشتہ سال کی اسی سہ ماہی میں یہ فروخت **1,413** ملین روپے تھی، جو **5** فیصد کمی کو ظاہر کرتی ہے۔ اس کمی کی بنیادی وجہ فروخت کے حجم میں کمی ہے، جو گزشتہ سال کے **9,236** میٹرک ٹن کے مقابلے میں کم ہو کر **7,089** میٹرک ٹن رہ گیا۔ پاک افغان سرحد کی بندش کے باعث افغانستان کو برآمدات معطل ہونے سے صنعت کا ایک بڑا فروختی حجم مقامی مارکیٹ میں منتقل ہو گیا ہے۔ اس صورت حال کے نتیجے میں مقامی مارکیٹ میں مسابقت بڑھ گئی ہے، جس کے باعث گزشتہ دو ماہ کے دوران فروخت کی قیمت کم ہو گئی ہے۔

فروخت کے حجم میں کمی کے باوجود کمپنی اپنی منافع بخش کارکردگی بہتر بنانے میں کامیاب رہی۔ میتھانول، جو کمپنی کا بنیادی خام مال ہے، کی قیمت میں اضافے کے اثرات کو پورا کرنے کے لیے فروخت کی قیمتوں میں مناسب ردوبدل کیا گیا۔ زیر جائزہ سہ ماہی کے دوران بین الاقوامی مارکیٹ میں میتھانول کی قیمت **470** سے **600** امریکی ڈالر فی میٹرک ٹن کے درمیان رہی۔ مجموعی منافع کا تناسب خالص فروخت کے **17.5** فیصد سے بڑھ کر **18.1** فیصد ہو گیا۔ مزید یہ کہ فروخت کے حجم میں نمایاں کمی کے باوجود کمپنی نے **243** ملین روپے کا مجموعی منافع حاصل کیا، جو گزشتہ سال کی اسی سہ ماہی کے مقابلے میں صرف **2** فیصد کم ہے۔

گزشتہ مالی سال کے دوران سابقہ واجب الادا قرضوں کی مکمل ادائیگی کے نتیجے میں مالیاتی اخراجات نمایاں طور پر کم ہو کر **0.3** ملین روپے رہ گئے، جبکہ گزشتہ سال کی اسی سہ ماہی میں یہ اخراجات **16.3** ملین روپے تھے۔ کمپنی زیر جائزہ سہ ماہی کے دوران ہر قسم کے قرض سے مکمل طور پر آزاد رہی۔ اسی طرح مؤثر شرح ٹیکس **39** فیصد سے کم ہو کر **37** فیصد رہ گئی، جس کی بنیادی وجہ فنانس ایکٹ **2026** کے تحت سپر ٹیکس کی شرح میں **10** فیصد سے **8** فیصد تک کمی کی گئی ہے۔

ٹیکس سے قبل منافع **7** فیصد اضافے کے ساتھ **215** ملین روپے تک پہنچ گیا، جبکہ ٹیکس کے بعد منافع **11** فیصد اضافے سے **136** ملین روپے ہو گیا ہے۔ اسی طرح فی حصص آمدنی گزشتہ سال کے **13.58** روپے کے مقابلے میں بڑھ کر **15.06** روپے ہو گئی ہے۔ بورڈ کی جانب سے منظور شدہ بجٹ کے مقابلے میں کمپنی نے زیر جائزہ مدت کے دوران ٹیکس کے بعد بجٹ شدہ منافع کا **107** فیصد حاصل کیا۔

کمپنی نے اپنی اپریٹنگ سرگرمیوں سے 57 ملین روپے کی خالص نقد رقم حاصل کی، جس سے 6 ملین روپے کے سرمایہ کے اخراجات پورے کیے گئے۔ اس کے نتیجے میں نقد رقم اور بینک بیلنس مالی سال کے اختتام پر موجود 103 ملین روپے سے بڑھ کر 154 ملین روپے ہو گیا۔

مزید برآں، حصص یافتگان کی ایکویٹی بڑھ کر 3,154 ملین روپے ہو گئی جو کہ فی حصص 350.5 روپے کی بریک اپ ویلیو کے مساوی ہے۔

عبوری منافع کی تقسیم

بورڈ آف ڈائریکٹرز نے 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے کسی عبوری نقد منافع کی سفارش نہیں کی ہے۔

متعلقہ فریقوں کے ساتھ لین دین

زیر جائزہ مدت کے دوران متعلقہ فریقوں کے ساتھ تمام لین دین معمول کے کاروباری معاملات کے تحت اور آزاد فریقوں کے درمیان رائج تجارتی شرائط کے مطابق انجام دیے گئے۔ ان لین دین کو آڈٹ کمیٹی کے سامنے پیش کیا گیا اور بورڈ آف ڈائریکٹرز سے منظور کرایا گیا۔ ان کی تفصیلات مختصر عبوری مالیاتی گوشواروں کے متعلقہ نوٹس میں درج ہیں۔

غیر یقینی واجبات اور معاملات

میتھانول پر حکومت سندھ کی جانب سے عائد کردہ وینڈ فیس اور پرمٹ فیس، نیز حکومت پنجاب کی جانب سے عائد کردہ پرمٹ فیس اور لائسنس فیس کے حوالے سے غیر یقینی واجبات کی صورت حال میں کوئی تبدیلی نہیں ہوئی۔ اس معاملے کی تفصیلات مختصر عبوری مالیاتی گوشواروں کے متعلقہ نوٹس میں بیان کی گئی ہیں۔

مستقبل کے امکانات

توقع ہے کہ مالی سال کا بقیہ حصہ بھی مختلف کاروباری چیلنجز سے بھرپور رہے گا۔ میتھانول کی قیمتوں اور شرح تبادلہ میں اتار چڑھاؤ بدستور وہ اہم عوامل رہیں گے جو کمپنی کے منافع کے مارجن کو متاثر کر سکتے ہیں۔ مزید برآں، جب تک پاک افغان سرحد بند رہتی ہے، افغانستان کو برآمدات معطل رہنے کا امکان ہے، جس کے باعث مقامی مارکیٹ میں مسابقتی دباؤ اور فروخت کی قیمتوں پر اس کے اثرات برقرار رہ سکتے ہیں۔

اس کے برعکس، کمپنی مالی سال کے بقیہ عرصے میں قرض سے مکمل طور پر آزاد، بہتر منافع کے مارجن اور اپنی مکمل قرض لینے کی مالی گنجائش برقرار رکھتے ہوئے داخل ہو رہی ہے۔ انتظامیہ خام مال کے متبادل ذرائع تلاش کرنے، مقامی مارکیٹ میں فروخت کا حجم بحال کرنے اور لاگت کی بنیاد پر مزید کفایت شعاری لانے کے لئے مسلسل کوشاں ہے۔

بورڈ آف ڈائریکٹرز کو کمپنی کی صلاحیتوں پر مکمل اعتماد ہے اور اسے یقین ہے کہ کمپنی موجودہ مالی سال کے چیلنجز کا مؤثر انداز میں مقابلہ کرتے ہوئے اپنی منافع بخش ترقی کا تسلسل برقرار رکھنے میں کامیاب رہے گی

اظہار تشکر

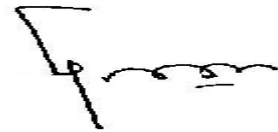
ڈائریکٹرز کمپنی کے ملازمین کی محنت، لگن اور خدمات کو قدر کی نگاہ سے دیکھتے ہیں اور ان کی کاوشوں کو سراہتے ہیں۔ بورڈ آف ڈائریکٹرز کمپنی کے معزز صارفین، سپلائرز، بینکوں اور دیگر متعلقہ فریقوں کا بھی ان کے مسلسل اعتماد، تعاون اور معاونت پر دلی شکریہ ادا کرتا ہے

بورڈ آف ڈائریکٹرز کی جانب سے -



میٹس اولوف رائیڈ برگ

ڈائریکٹر



بریگیڈینر (ر) شیراز اللہ چوہدری، ستارہ امتیاز (ملٹری)

چیف ایگزیکٹو

WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2026

		September 2026	June 30 2026
	Note	(Rupees in '000')	
		Un-audited	Audited
Assets			
Property, plant and equipment	5	466,694	472,170
Deferred tax		79,612	73,249
Non-current assets		546,306	545,419
Stores, spares and loose tools		86,340	96,921
Stock in trade		882,686	918,286
Trade debts	6	1,921,465	1,789,077
Advances, deposits, prepayments and other receivables		98,967	59,088
Cash and bank balances		154,028	103,446
Current assets		3,143,486	2,966,818
Total assets		3,689,792	3,512,237
Equity and liabilities			
Share capital		90,000	90,000
Capital reserve		944	944
Revenue reserves		3,063,340	2,927,837
Total equity		3,154,284	3,018,781
Liabilities			
Deferred liabilities		19,761	17,543
Non-current liabilities		19,761	17,543
Trade and other payables	7	383,505	359,662
Unclaimed dividend		11,057	11,057
Income tax payable		121,185	105,194
Current liabilities		515,747	475,913
Total liabilities		535,508	493,456
Total equity and liabilities		3,689,792	3,512,237
Contingencies and commitments	8		

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

		Three Months Ended	
		September 30, 2026	September 30, 2025
	Note	(Rupees in '000')	
Gross sales		1,605,066	1,666,884
Sales tax		(260,405)	(251,088)
Discount		(1,669)	(2,575)
Net sales	9	1,342,992	1,413,221
Cost of sales		(1,099,918)	(1,165,260)
Gross profit		243,074	247,961
Administrative expenses		(7,448)	(7,749)
Selling and distribution expenses		(10,097)	(9,993)
Operating profit		225,529	230,219
Finance cost		(277)	(16,298)
Other expenses		(16,466)	(15,399)
Other income		6,297	1,796
Profit before taxation		215,083	200,318
Provision for taxation		(79,580)	(78,124)
Net profit after taxation		135,503	122,194
Other comprehensive income for the period		-	-
Total comprehensive income for the period		135,503	122,194
Earnings per share - basic and diluted		15.06	13.58

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	September 30 2026	September 30 2025
Note	(Rupees in '000')	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	215,083	200,318
Adjustment for non cash items:		
Depreciation	11,839	13,166
Provision for gratuity fund	1,500	1,500
Workers' profit participation fund (WPPF)	11,564	10,769
Workers' welfare fund (WWF)	4,625	4,307
Provision for accumulated compensated absences	2,250	2,250
Provision for provident fund	3,537	3,456
Markup on loan from parent company	-	8,675
Markup on loan from State Bank of Pakistan	-	782
	35,315	44,905
Changes in:		
Stores, spares and loose tools	10,581	3,165
Stock in trade	35,600	14,052
Trade debts	(132,388)	(90,782)
Advances, deposits, prepayments and other receivables	(39,879)	23,271
Due to parent company	-	(1,042)
Trade and other payables	11,022	(281,103)
	(115,064)	(332,439)
Cash generated from operating activities	135,334	(87,216)
Payment for:		
Workers' profit participation fund	(4,903)	-
Interest paid to parent company	-	(5,027)
Accumulated Compensated absences	(33)	(298)
Provident fund	(3,500)	(3,396)
Taxation	(69,953)	(57,070)
	(78,389)	(65,791)
Net cash generated from operating activities	56,945	(153,007)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for capital expenditure	(6,363)	(6,144)
Net cash used in investing activities	(6,363)	(6,144)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	-	(5,305)
Proceed from loan from Parent Company	-	726,000
Repayment of short term loan from Parent Company	-	(326,000)
Dividends paid	-	(46)
Net cash used in financing activities	-	394,649
Net increase in cash and cash equivalents	50,582	235,498
Cash and cash equivalents at beginning of the period	103,446	(298,659)
Cash and cash equivalents at end of the period	154,028	(63,161)

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	Issued, subscribed and paid-up share capital	Capital reserve-share premium	Revenue reserves			Total
			General reserve	Unappropriated profit	Sub-total	
	(Rupees in '000')					
Balance as at July 01 , 2025	90,000	944	2,075,000	488,369	2,563,369	2,654,313
Total comprehensive income for the period	-	-	-	122,194	122,194	122,194
Transactions with owners recorded directly in equity						
Others						
Transfer to general reserve	-	-	395,000	(395,000)	-	-
Balance as at September 30, 2025	90,000	944	2,470,000	215,563	2,685,563	2,776,507
Balance as at July 1, 2026	90,000	944	2,470,000	457,837	2,927,837	3,018,781
Total comprehensive income for the period	-	-	-	135,503	135,503	135,503
Others						
Transfer to general reserve	-	-	380,000	(380,000)	-	-
Balance as at September 30, 2026	90,000	944	2,850,000	213,340	3,063,340	3,154,284

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

WAH NOBEL CHEMICALS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

1 STATUS AND NATURE OF BUSINESS

Wah Nobel Chemicals Limited ("the Company") was incorporated in Pakistan on May 31, 1983 as a public limited company under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Limited. The Company is the subsidiary of Wah Nobel (Private) Limited (WNPL), which holds 55% shares in the Company. WNPL is a subsidiary of Wah Industries Limited (Intermediary holding) and Pakistan Ordnance Factories (POF) is the ultimate holding entity of the Company. The principal activity of the Company is to manufacture Urea Formaldehyde Moulding Compound, Formaldehyde and Formaldehyde based liquid resins for use as bonding agent in the chip board, plywood and flush door manufacturing industries. The Company's registered office and manufacturing facilities are situated in Wah Cantt, Pakistan.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, 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 the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2** The disclosures in these condensed interim financial statements do not include the information that was reported for full annual audited financial statements and should therefore be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2026. Comparative condensed interim statement of financial position is extracted from the annual audited financial statements as of June 30, 2026, where as comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from unaudited condensed interim financial statements for three months period ended September 30, 2025.

These condensed interim financial statements are un-audited and are being submitted to the members as required under Section 237 of the Companies Act, 2017.

3 MATERIAL ACCOUNTING POLICIES

- 3.1** The accounting policies adopted in preparation of these condensed interim financial statements are consistent with those followed in preparation of the Company's audited annual financial statements for the year ended June 30,
- 3.2** Taxes on income in the interim periods are accrued using tax rate that would be applicable to expected annual profit or loss.
- 3.3** Change in accounting standards, interpretations and amendments to published accounting and reporting standards
- a) Amendments to published accounting and reporting standards which became effective during the period:
There are certain amendments to accounting and reporting standards which are mandatory for accounting period beginning on or after July 1, 2026 but are considered not to be relevant or have any significant effect on the Company's financial reporting and therefore, have not been disclosed in these condensed interim financial
- b) Amendments to published accounting and reporting standards that are not yet effective:
There are certain amendments to accounting and reporting standards which are mandatory for accounting period beginning on or after July 1, 2026. However, these amendments will not have any significant effect on the Company's financial reporting and therefore, have not been disclosed in these condensed interim financial

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, incomes and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2026.

WAH NOBEL CHEMICALS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

5 PROPERTY, PLANT AND EQUIPMENT			
		September 30 2026	June 30 2026
		(Rupees in '000')	
	Note	(Un-Audited)	(Audited)
5.1 Operating fixed assets			
Balance at the beginning of the period/year		472,170	518,691
Additions during the period/year		6,363	6,144
Disposal during the period/year		-	-
Depreciation charged during the period/year		(11,839)	(52,664)
Balance at period/year end		<u>466,694</u>	<u>472,170</u>
		September 30 2026	June 30 2026
		(Rupees in '000')	
		(Un-Audited)	(Audited)
6 TRADE DEBTS			
Trade debts		2,231,371	2,098,983
Less: Allowance for expected credit losses	6.1	<u>(309,905)</u>	<u>(309,905)</u>
		<u>1,921,465</u>	<u>1,789,078</u>
6.1 Movement in allowance for expected credit losses:			
Balance at beginning of the period		309,905	263,036
Charge for the period/ year		-	46,870
Balance at period/ year end		<u>309,905</u>	<u>309,905</u>
7 TRADE AND OTHER PAYABLES			
This includes payable to Pakistan Ordnance Factories (ultimate Parent) amounting to Rs. 4,735 thousand (June 30, 2026: Rs. 175 thousand), Wah Nobel Private limited (Parent Company) amounting to Rs. 11,331 thousand (June 30, 2026 Rs. 3,314 thousand) and Nobel Energy Limited (an associated company) amounting to Rs. 2,008 thousand (June 30, 2026 Rs. 4,331 thousand).			
8 CONTINGENCIES AND COMMITMENTS			
8.1 Contingencies			
On January 19, 2022 the Honorable Supreme Court of Pakistan has disposed off the appeal of Provincial Government of Sindh. As per the order, the Provincial Government shall surrender the indemnity bonds from 1990 to October 30, 2002 and subsequent to this date, a fresh demand shall be raised for the amount payable following the notification dated February 14, 2002 and Sindh (Amendment) Abkari Ordinance 2002 notified on October 30, 2002. Upon the receipt of the fresh demand from the Department, the Company intends to approach the relevant Court to defend the case.			
Currently, all imports of methanol are being released on payment of Rs. 3/- per bulk gallon in cash which is being expensed as incurred and submission of guarantee @ Rs. 14/- per bulk gallon in the form of indemnity bonds. In event of fresh demand from the department, the Company could be exposed to an aggregate demand of Rs. 1,300 million (2026: Rs. 1,283 million) on account of vend fee and permit fee based on the guarantees issued against methanol imported and released up to the reporting date. Management of the Company continues to assess the matter and, based on the facts and circumstances, including the absence of any fresh demand by the Government of Sindh for a considerable period, the previous judicial decisions in favour of the Company and management's assessment of the Company's legal position, considers the possibility of an outflow is not probable. Accordingly, no provision has been made in these financial statements.			
		September 30 2026	June 30 2026
		(Rupees in '000')	
		(Un-Audited)	(Audited)
8.2 Commitments			
8.2.1 Letters of credit for purchase of stocks		<u>520,897</u>	<u>608,344</u>
8.2.2 Post dated cheques issued in favour of collector of customs against custom duties and other levies on methanol kept in bonded ware house.		<u>89,457</u>	<u>42,341</u>

WAH NOBEL CHEMICALS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

9 NET SALES

		September 30 2026	September 30 2025
		(Rupees in '000')	
	Note	(Un-Audited)	(Un-Audited)
Local sales		1,342,992	1,318,913
Exports		-	94,308
	9.1	<u>1,342,992</u>	<u>1,413,221</u>
9.1 Disaggregation of revenue			

Urea Formaldehyde Moulding compound	791,276	913,725
Urea Formaldehyde Glue	185,015	54,652
Formaldehyde and Formalin solvent	333,505	430,326
Others	33,196	14,518
	<u>1,342,992</u>	<u>1,413,221</u>

10 CASH AND CASH EQUIVALENTS

	September 30 2026	September 30 2025
	(Rupees in '000")	
	(Un-Audited)	(Un-Audited)
Cash and bank balances	154,028	151,007
Short term running finance - secured	-	(214,168)
	<u>154,028</u>	<u>(63,161)</u>

11 RELATED PARTY TRANSACTIONS

The Company is a subsidiary of Wah Nobel (Private) Limited, so all subsidiaries, holding companies and associated undertakings of the parent are related parties of the Company. Other related parties comprise of directors, key management personnel, entities with common directorships and entities over which the directors and trustees are able to exercise influence. Balances and transactions with related parties are shown relevant notes to

- 11.1 Following are the associated companies and related parties with whom the Company had entered into transactions during the year:

Associated company	Nature of relationship	Number of shares held in the Company	Aggregate %age shareholding in the Company
Wah Nobel (Private) Ltd (WNPL)	Parent company	4,970,395	55.23%
WNPL Employees Provident Fund	Staff retirement fund	99,000	1.10%
WNCL Employees Provident Fund	Staff retirement fund	33,102	0.37%
Nobel Energy Limited (NEL)	Associated company	-	0.00%
Mr. Tariq Rangoonwala	Director	500	0.01%
Mr. Muhammad Ashar	Director	-	0.00%

	September 30 2026	September 30 2025
	(Rupees in '000')	
	(Un-Audited)	(Un-Audited)
11.2 RELATED PARTY TRANSACTIONS		
Significant transactions with related parties during the period were as follows:		
Expenses incurred on behalf or by the parent companies - net	(4,087)	1,542
Payment to/ (by) parent company against expenses- net	4,087	(500)
Purchase of electricity from NEL	4,585	4,839
Purchase of electricity from parent company	8,791	3,120
Purchase of material from parent company	-	443
Sales to parent company	38,490	13,099
Interest paid to the parent company	-	5,027
Interest incurred on loan from parent company	-	8,675
Payment to employees' provident fund	3,500	3,396
Purchase of electricity from Pakistan Ordnance Factories (ultimate parent)	12,994	22,115
Payment to non-executive directors for attending board of director meetings	150	50

12 DISCLOSURE REQUIREMENTS FOR SHARIAH COMPLIANT COMPANIES

Following information has been disclosed as required under amended part I clause VII of Fourth Schedule to the Companies Act, 2017 as amended via S.R.O.1278(I)/2024 dated August 15, 2024:

		September 30 2026	June 30 2026
	Note	(Rupees in '000')	
Loans/advances obtained as per Islamic mode			
Contract liability		95,547	86,390
Interest accrued on conventional loan or advance			
Accrued markup		186	185
Shariah compliant bank deposits/bank balances			
Bank balances	10	153,108	102,890
Revenue earned from a shariah compliant business segment			
Revenue - net	9	1,342,991	4,835,315
Total interest earned on any conventional loan or advance			
Income from financial assets		4,545	1,341
Interest paid on any conventional loan or advance		176	3,249
Source and detailed breakup of other income			
Income from non-financial assets - Shariah Compliant		1,752	12,286
Income from financial assets - Non-Shariah Compliant		4,545	1,341
Relationships with Shariah-compliant financial institutions			
Name	Relationship		
Faysal Bank Limited	Bank deposit		
Meezan Bank Limited	Bank deposit		

13 NON ADJUSTING EVENT AFTER THE REPORTING DATE

The Board of directors at the meeting held on September 23, 2026 have proposed for the year ended June 30, 2026 cash dividend of Rs 5 per share (2025: Rs 10 per share), amounting to Rs 45 million (2025: Rs 90 million) subject to approval of members at the annual general meeting.

14 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2026.

WAH NOBEL CHEMICALS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 28, 2026 by the Board of Directors of the Company.

16 GENERAL

Figures have been rounded off to the nearest thousand of rupees.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER