

NISHAT CHUNIAN POWER LIMITED



NCPL-PSX/

October 30, 2026

The General Manager,
Pakistan Stock Exchange Ltd,
Stock Exchange Building,
Stock Exchange Road,
KARACHI.

SUB: **TRANSMISSION OF QUARTERLY FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2026**

Dear Sir,

We have to inform you that the Quarterly Financial Statements of Nishat Chunian Power Limited for the period ended September 30, 2026 have been transmitted through PUCARS and is also available on Company's website.

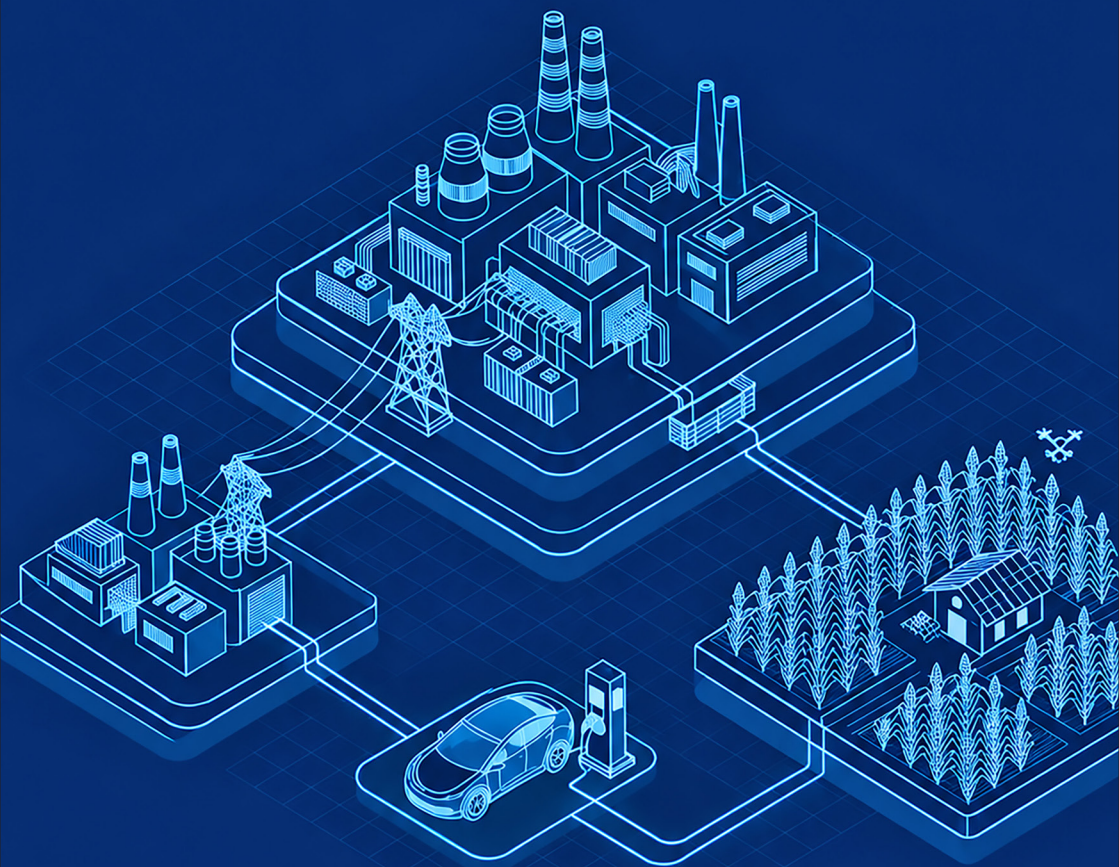
You may please inform the TRE Certificate Holders of the Exchange accordingly.

Thanking you,

Yours truly,

KHALID MAHMOOD CHOHAN
HEAD OF CORPORATE AFFAIRS

**Condensed Interim
Financial Information
For the Quarter ended
September 30, 2026
(Un-audited)**



EMPOWERING GROWTH, ENERGIZING LIVES



Contents

Company Information	02
Directors’ Review Report	04
Condensed Interim Statement of Financial Position	08
Condensed Interim Statement of Profit or Loss	10
Condensed Interim Statement of Comprehensive Income	11
Condensed Interim Statement of Changes in Equity	12
Condensed Interim Statement of Cash Flows	13
Selected Notes to the Condensed Interim Financial Statements	14





CORPORATE PROFILE

BOARD OF DIRECTORS

Mr. Hassan Mansha
Director
Mr. Mikail Raza Mansha
Director (Elected October 23rd, 2026)
Mr. Farrukh Ifzal
Chief Executive Officer
Mr. Ghazanfar Husain Mirza
Chairman
Mr. Aftab Ahmad Khan
Director
Ms. Leila Khan
Director
Mr. Sheikh Muhammad Iqbal
Director
Mr. Mustaqeem Talish
Director (Retired October 23rd, 2026)

AUDIT COMMITTEE

Mr. Mikail Raza Mansha
Member
Mr. Aftab Ahmad Khan
Member
Mr. Sheikh Muhammad Iqbal
Chairman

HR & R COMMITTEE

Mr. Hassan Mansha
Member
Mr. Sheikh Muhammad Iqbal
Chairman
Mr. Ghazanfar Husain Mirza
Member

CHIEF EXECUTIVE OFFICER

Mr. Farrukh Ifzal

CHIEF FINANCIAL OFFICER

Mr. Tanvir Khalid

COMPANY SECRETARY

Mr. Syed Tasawar Hussain

AUDITORS

Riaz Ahmad & Co.
Chartered Accountants

LEGAL ADVISER

RMA & Co.
Advocates & Legal Consultants

BANKERS TO THE COMPANY

Al Baraka Bank (Pakistan) Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan
The Bank of Punjab
United Bank Limited
Faysal Bank Limited

REGISTERED OFFICE

53-A, Lawrence Road, Lahore
Ph: +92-42-111 113 333
Fax: +92-42-36367414
www.ncpower.com.pk

HEAD OFFICE

17-B, Aziz Avenue, Canal Bank Gulberg V, Lahore.
Ph: +92-42-35717090-96, +92-42-35717159-63
Fax: +92-42-35717239
www.ncpower.com.pk

SHARE REGISTRAR

Hameed Majeed Associates (Pvt) Limited
1st Floor, H.M. House 7 - Bank Square, Lahore
Ph: 042-37235081-2
Fax: 042-37358817

PLANT

66-Km, Multan Road, Pattoki Kasur.



DIRECTORS' REVIEW REPORT

FOR THE QUARTER ENDED SEPTEMBER 30, 2026

Dear Shareholders,

The Board is pleased to present the company's condensed interim unaudited financial statements for the quarter ended September 30, 2026.

Performance

During the period under review, turnover was PKR 7,006 million (2025: PKR 1,367 million) with a profit after tax of PKR 558 million (2025: PKR 552 million), reflecting an Earnings Per Share (EPS) of PKR 1.52 (2025: PKR 1.50).

The revenue of the company has increased due to increased generation demand from Power Purchaser as compared to same quarter last year, correspondingly increasing the raw material consumption. During the quarter ended September 30, 2026, the capacity factor of the plant was 28.71% (2025: 4.13%) with an availability factor of 99.64% (2025: 99.57%) and the Company dispatched 124,080 MWH (2025: 8,054 MWH) to Power Purchaser.

As of September 30, 2026, our receivables from the Power Purchaser stood at PKR 8,144 million (June 2026: PKR 5,459 million), out of which PKR 761 million is overdue (June 2026: PKR 4,802 million).

Key Developments and Sectoral Challenges

The strategic importance of RFO based plant has increased many folds due to the energy crisis that erupted from the ongoing conflict in the Middle East. The curtailed RLNG supplies has shifted the reliance to RFO based power generation which remained available. RFO-based power generation plants played a key and strategic role as a reliable contributor to the national energy security as evident by the increase in energy dispatch trend. This underscores a strategic importance of maintaining a diversified and resilient power generation mix comprising multiple fuel sources and power generation technologies. The company will keep contributing its part with adequate generation.

The introduction of Carbon and Petroleum Levy in July 2025 has elevated the RFO prices hindering the company position on the economic merit order. This remains a potential factor suppressing the RFO based power generation.

Strategic Diversification

As a key strategic move, the company has made equity investment in the NexGen Auto (Private) Limited ('NexGen') and Rafhan Maize Products Company Limited ('RMPL'). RMPL is a well know multinational company that uses maize as the basic raw material to manufacture



DIRECTORS' REVIEW REPORT

FOR THE QUARTER ENDED SEPTEMBER 30, 2026

and sell a number of industrial products, principal ones being industrial starches, liquid glucose, dextrose, dextrin and gluten meals.

These investments have started contributing to the Company's earnings. Nexgen added a share of profit of Rs. 210 million during the current quarter, as per 33.33% shareholding owned by the Company. A dividend of Rs. 42.4 million has been received from investment in RMPL, marking the commencement of dividend income from this investment and reflecting progress towards the Company's objective of generating a more diversified and sustainable income stream.

Acknowledgment

The Directors would take this opportunity to thank our valued shareholders who have trusted in our Company and also to express their deep appreciation for the services, loyalty, and efforts rendered by the employees of the Company, and hope that they will continue to do so in the future.

Chief Executive Officer

Dated: October 27, 2026

Director



DIRECTORS' REVIEW REPORT

FOR THE QUARTER ENDED SEPTEMBER 30, 2026

ڈائریکٹرز کی جائزہ رپورٹ

محترم حصص یافتگان،

بورڈ 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے کمپنی کے مختصر عبوری غیر آڈٹ شدہ مالی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

کارکردگی

زیر جائزہ مدت کے دوران کاروباری آمدنی 7,006 ملین پاکستانی روپے رہی (2025: 1,367 ملین روپے) جبکہ بعد از ٹیکس منافع 558 ملین روپے تھا (2025: 552 ملین روپے)۔ اس طرح فی حصص آمدنی 1.52 (EPS) پاکستانی روپے رہی (2025: 1.50 روپے)۔

گزشتہ سال کی اسی سہ ماہی کے مقابلے میں بجلی کے خریدار کی جانب سے طلب میں اضافے کے باعث کمپنی کی آمدنی میں اضافہ ہوا، جس کے نتیجے میں خام مال کی کھپت بھی بڑھی۔ 30 ستمبر 2026 کو ختم ہونے والی سہ ماہی میں پلانٹ کا صلاحیتی عنصر 28.71 فیصد (2025: 4.13 فیصد) اور دستیابی کا عنصر 99.64 فیصد (2025: 99.57 فیصد) رہا۔ کمپنی نے بجلی کے خریدار کو 124,080 MWh بجلی فراہم کی (2025: 8,054 MWh)۔

30 ستمبر 2026 تک بجلی کے خریدار سے کمپنی کے قابل وصول واجبات 8,144 ملین پاکستانی روپے تھے (جون 2026: 5,459 ملین روپے)، جن میں سے 761 ملین روپے واجب الادا مدت سے تجاوز کر چکے تھے (جون 2026: 4,802 ملین روپے)۔

اہم پیش رفت اور شعبے کو درپیش چیلنجز

مشرق وسطیٰ میں جاری تنازع کے نتیجے میں پیدا ہونے والے توانائی کے بحران کے باعث RFO سے چلنے والے پلانٹس کی سٹرٹجک اہمیت کئی گنا بڑھ گئی ہے۔ آرائیل این جی کی محدود فراہمی کے باعث بجلی کی پیداوار کے لیے دستیاب آرائیف اور پر انحصار بڑھا۔ آرائیف اور پر چلنے والے بجلی گھر قومی توانائی سلامتی میں قابل اعتماد اور سٹرٹجک کردار ادا کرتے رہے، جس کی عکاسی بجلی کی ترسیل میں اضافے کے رجحان سے ہوتی ہے۔ یہ صورت حال مختلف ایندھنوں اور بجلی پیدا کرنے والی ٹیکنالوجیز پر مشتمل متنوع اور مضبوط نظام برقرار رکھنے کی اہمیت اجاگر کرتی ہے۔ کمپنی مناسب پیداوار کے ذریعے اپنا کردار ادا کرتی رہے گی۔

جولائی 2025 میں کاربن اور پیٹرولیم لیوی کے نفاذ سے آرائیف او کی قیمتیں بڑھ گئی ہیں، جس سے اقتصادی میرٹ آرڈر میں کمپنی کی پوزیشن متاثر ہوئی ہے۔ یہ آرائیف او سے بجلی کی پیداوار کو محدود کرنے والا ایک مکمل عامل ہے۔



DIRECTORS' REVIEW REPORT

FOR THE QUARTER ENDED SEPTEMBER 30, 2026

سٹریٹجک تنوع

ایک اہم سٹریٹجک اقدام کے طور پر کمپنی نے نیکس جن آئوز (پرائیویٹ) لمیٹڈ ("نیکس جن") اور رفان میز پراڈکٹس کمپنی لمیٹڈ ("RMPL") میں حصص کی سرمایہ کاری کی ہے۔ RMPL ایک معروف کثیر القومی کمپنی ہے جو کئی کو بنیادی خام مال کے طور پر استعمال کرتے ہوئے متعدد صنعتی مصنوعات تیار اور فروخت کرتی ہے۔ ان میں صنعتی سٹارچز، مائع گلوکوز، ڈیکسٹروز، ڈیکسٹرن اور گلوٹن میلز نمایاں ہیں۔

ان سرمایہ کاریوں سے کمپنی کی آمدنی میں حصہ آنا شروع ہو گیا ہے۔ کمپنی کی 33.33 فیصد حصص داری کے تناسب سے نیکس جن نے موجودہ سرمایہ کے دوران 210 ملین روپے کا منافع بطور حصہ شامل کیا۔ RMPL میں سرمایہ کاری پر 42.4 ملین روپے کا منافع بھی وصول ہوا۔ یہ اس سرمایہ کاری سے منافع کی آمد کا آغاز ہے اور آمدنی کے زیادہ متنوع اور پائیدار ذرائع پیدا کرنے کے کمپنی کے مقصد کی جانب پیش رفت کو ظاہر کرتا ہے۔

انظہار تشکر

ڈائریکٹرز اس موقع پر اپنے قابل قدر حصص یافتگان کا شکریہ ادا کرتے ہیں جنہوں نے کمپنی پر اعتماد کیا۔ ہم کمپنی کے ملازمین کی خدمات، وفاداری اور کوششوں کو بھی دل کی گہرائیوں سے سراہتے ہیں اور اُمید کرتے ہیں کہ وہ آئندہ بھی اسی جذبے سے اپنا کردار ادا کرتے رہیں گے۔

Abdurrahman 4-4

ڈائریکٹر

Chief Executive Officer

چیف ایگزیکٹو آفیسر

تاریخ: 27 اکتوبر 2026



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2026 (UN-AUDITED)

	Note	Un-audited September 30, 2026 (Rupees in thousand)	Audited June 30, 2026
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 385,000,000 (30 June 2026: 385,000,000) ordinary shares of Rs 10 each		3,850,000	3,850,000
Issued, subscribed and paid-up share capital 367,346,939 (30 June 2026: 367,346,939) ordinary shares of Rupees 10 each		3,673,469	3,673,469
Reserves		21,647,924	21,479,605
		25,321,393	25,153,074
LIABILITIES			
NON-CURRENT LIABILITY			
Deferred income tax liability - net		154,825	226,872
CURRENT LIABILITIES			
Trade and other payables		1,218,039	481,304
Accrued mark-up / profit on short term borrowings		27,391	15,890
Short term borrowings		3,202,733	3,309,926
Unclaimed dividend		44,391	46,293
		4,492,554	3,853,413
TOTAL LIABILITIES		4,647,379	4,080,285
CONTINGENCIES AND COMMITMENTS	4		
TOTAL EQUITY AND LIABILITIES		29,968,772	29,233,359

The annexed notes form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**

AS AT SEPTEMBER 30, 2026 (UN-AUDITED)

	Note	Un-audited September 30, 2026 (Rupees in thousand)	Audited June 30, 2026
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	7,766,806	7,967,162
Intangible asset		-	-
Long term loans to employees		721	985
Long term investment		9,730,341	10,026,258
Long term security deposit		260	260
		17,498,128	17,994,665
CURRENT ASSETS			
Stores and spares		774,734	802,773
Inventories		1,977,345	2,664,865
Trade debts	6	8,144,482	5,459,652
Loans, advances, deposits, prepayments and other receivables		649,618	693,580
Advance income tax and levy - net		24,189	34,002
Short term investments		879,502	1,535,618
Cash and bank balances		20,774	48,204
		12,470,644	11,238,694
TOTAL ASSETS		29,968,772	29,233,359

DIRECTOR

CHIEF FINANCIAL OFFICER



CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

		Quarter Ended	
		September 30, 2026	September 30, 2025
	Note	(Rupees in thousand)	
Revenue from Contract with Customer		7,006,022	1,366,567
Cost of Sales	7	(6,603,951)	(930,834)
Gross profit		402,071	435,733
Administrative Expenses		(112,723)	(98,671)
Other Expenses		(8,035)	(5,631)
		(120,758)	(104,302)
Other Income		158,506	290,884
Profit from operations		439,819	622,315
Finance cost		(27,564)	(1,550)
		412,255	620,765
Share of Net Profit of Associate Accounted for Using the Equity Method		210,489	-
Profit Before Levy and Taxation		622,744	620,765
Levy		(11,056)	(176)
Profit Before Taxation		611,688	620,589
Taxation		(53,436)	(68,444)
Profit after taxation		558,252	552,145
Earnings per share - basic and diluted (Rupees)		1.52	1.50

The annexed notes form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

	Quarter Ended	
	September 30, 2026	September 30, 2025
	(Rupees in thousand)	
Profit after taxation	558,252	552,145
Other comprehensive income		
Items that will not be reclassified to profit or loss	-	-
Fair value adjustment arising on remeasurement of investment at FVTOCI	(506,406)	-
Deferred income tax relating to this item	116,473	-
	(389,933)	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive loss for the period - net of tax	(389,933)	-
Total comprehensive income for the period	168,319	552,145

The annexed notes form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

	SHARE CAPITAL	RESERVES					TOTAL EQUITY
		CAPITAL		REVENUE			
		OVERHAULING RESERVE	FAIR VALUE RESERVE FVTOCI INVESTMENT	Sub-Total	UN-APPROPRIATED PROFIT		
		(Rupees in thousand)					
Balance as on 30 June 2025 (Audited)	3,673,469	5,509,465	-	5,509,465	14,044,086	19,553,551	23,227,020
Profit for the period	-	-	-	-	552,145	552,145	552,145
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	552,145	552,145	552,145
Balance as on September 30, 2025 (Un-audited)	3,673,469	5,509,465	-	5,509,465	14,596,231	20,105,696	23,779,165
Balance as on 30 June 2026 (Audited)	3,673,469	5,812,480	(2,862)	5,809,618	15,669,987	21,479,605	25,153,074
Profit for the period	-	-	-	-	558,252	558,252	558,252
Other comprehensive for the period	-	-	(389,933)	(389,933)	-	(389,933)	(389,933)
Total comprehensive income for the period	-	-	(389,933)	(389,933)	558,252	168,319	168,319
Transfer to overhauling reserve	-	-	-	-	-	-	-
Balance as on 30 September, 2026 (Un-audited)	3,673,469	5,812,480	(392,795)	5,419,685	16,228,239	21,647,924	25,321,393

The annexed notes form an integral part of these condensed interim financial statements.




CHIEF EXECUTIVE OFFICER
 DIRECTOR
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF CASH FLOWS**

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

		Quarter Ended	
		September 30, 2026	September 30, 2025
	Note	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	8	(613,172)	680,733
Finance cost paid		(16,063)	(1,227)
Increase/(decrease) in long term loans to employees - net		264	(366)
Income tax and Levy paid		(10,253)	(12,915)
Retirement benefit paid		(5,847)	(5,430)
Profit on bank deposits received		277	2,335
Net cash (used in) / generated from operating activities		(644,794)	663,130
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(834)	(1,570)
Proceeds from disposal of property, plant and equipment		9,101	1,611
Loan given to associated company		-	(500,000)
Long term investment made		-	(2,000,000)
Dividend received		43,371	1,001
Short term investments made		(7,856,178)	(4,709,143)
Proceeds from disposal of short term investments		8,530,999	6,213,973
Net cash generated from / (used in) investing activities		726,459	(994,128)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(1,902)	(5,844)
Net cash used in financing activities		(1,902)	(5,844)
Net increase / (decrease) in cash and cash equivalents		79,763	(336,842)
Cash and cash equivalents at the beginning of the period		(3,261,722)	(624,077)
Cash and cash equivalents at the end of the period		(3,181,959)	(960,919)
CASH AND CASH EQUIVALENTS			
Bank balances		20,774	37,345
Short term borrowings		(3,202,733)	(998,264)
		(3,181,959)	(960,919)

The annexed notes form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

1. The Company and Its Activities

1.1 Nishat Chunian Power Limited ('the Company') is a public Company limited by shares incorporated in Pakistan on 23 February 2007 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company's ordinary shares are listed on the Pakistan Stock Exchange Limited.

1.2 The principal activity of the Company is to build, own, operate and maintain a fuel fired power station having gross capacity of 200 MW and net capacity of 195.722 MW at Jamber Kalan, Tehsil Pattoki, District Kasur, Punjab, Pakistan. The address of the registered office of the Company is 53-A, Lawrence Road, Lahore. On 13 November 2007, the Company entered into a Power Purchase Agreement ('PPA') with its sole customer, National Transmission and Dispatch Company Limited ('NTDC') for twenty-five years which commenced from 21 July 2010. On 11 February 2021, the Company entered into a Novation Agreement to the PPA with NTDC and Central Power Purchasing Agency (Guarantee) Limited ('CPPA-G' and also referred to as the 'Power Purchaser'), whereby, NTDC irrevocably transferred all of its rights, obligations and liabilities under the PPA to CPPA-G and thereafter, NTDC ceased to be a party to the PPA, and CPPA-G became a party to the PPA in place of NTDC. Further, on the same day, the Company entered into the PPA Amendment Agreement, whereby the Agreement Year that was ending on 20 July 2021 was extended by seventy five (75) days to 04 October 2021. Therefore, the existing term of the PPA Agreement has been extended by seventy five days to twenty five years and seventy five days ending on 04 October 2035. The Company entered into another PPA Amendment Agreement with effect from 01 November 2024 to further amend the terms of PPA. Under this Agreement, certain significant amendments have been taken place including the conversion of existing tariff to 'Hybrid Take and Pay' model. Government of Pakistan has also agreed to unconditionally and irrevocably withdraw and extinguish all claims against the Company under the Arbitration Submission Agreement as more fully explained in note 9.1.1 (ix) to the annual published preceding financial statements of the Company for the year ended 30 June 2026.

2. Basis of preparation

2.1 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:

- i) International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- ii) Provisions of and directives issued under the Companies Act, 2017.



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

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** These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2026. These condensed interim financial statements are un-audited.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2026.

3.1 Critical accounting estimates and judgments

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2026.

4. CONTINGENCIES AND COMMITMENTS

4.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2026 except for the following:

- (i) For the period July 2013 to June 2014, the Company's case was selected for audit by the tax department, which selection was objected to, on jurisdictional basis, by the Company by way of filing a writ petition before the Honourable Lahore High Court on 20 November 2015. While, the Honourable Lahore High Court has allowed the tax department to proceed with audit proceedings, it has been directed that no adjudication order, consequent to conduct of audit, shall be passed after confronting the audit report.



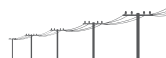
SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

The audit proceedings were completed by the tax department during the financial year 2016 and audit report thereof was submitted to the Company seeking explanations in regard to the issues raised therein. In the subject audit report, an aggregate amount of Rupees 631.769 million, primarily including a disallowance of input sales tax of Rupees 622.263 million has been confronted on same grounds as explained above. The Honourable Lahore High Court through its order dated 09 January 2017 has allowed initiation of adjudication proceedings after issuance of audit report. On 17 May 2017, the DCIR issued a showcause notice as to why sales tax of the aforesaid amount of Rupees 631.769 million alongwith default surcharge should not be recovered from the Company. The Company filed a representation in this regard with the Chairman, Federal Board of Revenue. The Chairman, Federal Board of Revenue disposed of the case on the grounds that it did not invoke any provision of section 7 of the FBR Act 2007 as no issue of misadministration is involved therein. The Company then challenged the show cause notice before the Honourable Lahore High Court. The Honourable Lahore High Court declared on 09 November 2018 that the show cause notice was issued without having jurisdiction. The tax department filed appeal before the Honourable Supreme Court of Pakistan. The Honourable Supreme Court of Pakistan decided the appeal in favour of tax department. On 21 January 2021, DCIR issued notice to the Company requiring to submit reply of the show cause notice. The Company duly submitted its reply to the show cause notice. On 03 June 2021, DCIR passed an order wherein aggregate demand of Rupees 1,326.682 million, including penalty and default surcharge, was raised. The Company, being aggrieved with the order of DCIR, preferred an appeal before the CIR(A) on 28 June 2021. On 31 December 2021, CIR(A) passed an order wherein the disallowance of input sales tax amounting to Rupees 1.164 million has been confirmed and the remaining amount involved has been annulled/deleted. Being aggrieved by the decision of CIR(A), the Company has filed an appeal before ATIR. Through its order dated September 21, 2026, the ATIR modified the CIR(A)'s decision by remanding back two principal amounts Rs. 271,302 and Rs. 1,867,342 and the rest of the CIR(A)'s order remained in favour of the company. No remand back proceedings have been initiated yet by the department.

- (ii) On 23 September 2026, Additional Commissioner Inland Revenue (ACIR) passed an order relating to tax year 2023 under section 122(5A) of the Income Tax Ordinance, 2001 whereby tax demand of Rupees 12.67 million was raised against the Company. Aggrieved by the order, the Company filed an application for rectification before the ACIR and an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)], which is pending adjudication.

The management, based on the advice of its legal counsel, has strong grounds to believe that the cases will be decided in favour of the Company. Therefore, no provision has been made in these financial statements.

**SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS**

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

4.2. COMMITMENTS

- (i) Following represent commitments arising from short term leases recognized on a straight-line basis as expense under the practical expedients applied by the Company. The amount of future payments under lease and the period in which these payments will become due are as follows:

		Un-audited September 30, 2026	Audited June 30, 2026
	Note	(Rupees in thousand)	
Not later than 1 year		8,343	4,091
Later than 1 year		2,475	7,581
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	7,217,373	7,417,798
Major spare parts and standby equipment		549,433	549,364
		7,766,806	7,967,162
5.1 Operating fixed assets			
Opening net book value		7,417,798	8,037,120
Add: Cost of additions during the period	5.1.1	766	52,481
Less: Book value of disposals / derecognitions during the period	5.1.2	(3,176)	(1,666)
Less: Depreciation charged during the period		(198,014)	(670,137)
		7,217,374	7,417,798
5.1.1 Cost of additions / transfer			
Computer equipment		-	7,334
Electric installations		-	133
Office equipment		766	-
Vehicles		-	45,014
		766	52,481



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

	Un-audited September 30, 2026	Audited June 30, 2026
	(Rupees in thousand)	
5.1.2 Book value of disposals / derecognitions during the period		
Vehicles	3,176	1,623
Computer Equipment	-	43
	<u>3,176</u>	<u>1,666</u>
6. TRADE DEBTS		
Other than related parties - considered good	8,144,482	5,459,652

These represent trade receivables from CPPA-G and are considered good. These are secured by a guarantee from the Government of Pakistan (GOP) under the Implementation Agreement and are in the normal course of business and interest free, however, delayed payment mark-up at the rate of three months KIBOR plus 1.00% per annum is charged in case the amounts are not paid within due dates. The rate of delayed payment mark-up charged during the period on outstanding amounts ranged from 12.69% to 13.22% (June 2026: 11.49% to 13.23%) per annum.

	Un-audited Quarter Ended September 30, 2026	September 30, 2025
	(Rupees in thousand)	
7. Cost of sales		
Raw materials consumed	6,125,221	537,564
Salaries and other benefits	56,984	48,259
Stores and spares consumed	50,327	19,323
Electricity consumed in-house	13,088	13,994
Insurance	139,273	134,108
Travelling and conveyance	9,171	7,289
Postage and telephone	243	634
Repair and maintenance	987	1,190
Entertainment	9	9
Depreciation on operating fixed assets	192,718	154,915
Fee and subscription	10,051	9,046
Miscellaneous	5,879	4,503
	<u>6,603,951</u>	<u>930,834</u>



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

		Un-audited Quarter Ended	
		September 30, 2026	September 30, 2025
	Note	(Rupees in thousand)	
8. CASH GENERATED FROM OPERATIONS			
Profit Before Levy and Taxation		622,744	620,765
Adjustment for non-cash charges and other items:			
Depreciation on operating fixed assets		198,014	159,202
(Gain)/Loss on disposal of operating fixed assets		(5,925)	-
Profit on bank deposits		(2,130)	(844)
Interest on loan to associated company		-	(165)
Interest on Government Treasury Bills		(10,547)	(10,867)
Exchange (gain) / loss		-	3
Dividend income		(43,371)	(1,001)
Unrealized (gain)/Loss on remeasurement of investments at fair value through profit or loss		3,437	(217,818)
Gain on sale of investment at fair value through profit or loss		(11,595)	(9,284)
Share of profit of equity accounted investee - net of taxation		(210,489)	-
Finance cost		27,564	1,550
Provision for employee retirement benefits		5,847	5,430
Working capital changes	8.1	(1,186,721)	133,762
		(613,172)	680,733
8.1 Effect on cash flow due to working capital changes:			
(Increase) / decrease in current assets:			
Stores and spares		28,039	(1,044)
Inventories		687,520	(914)
Trade debts		(2,684,830)	104,991
Loans, advances, deposits, prepayments and other receivables		45,815	(75,543)
		(1,923,456)	27,490
Increase in trade and other payables		736,735	106,272
		(1,186,721)	133,762



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

9. TRANSACTIONS WITH RELATED PARTIES

The related parties during the current period include associated companies, other related parties, key management personnel of the Company and its holding company and post employment benefit plan (Provident Fund). Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any director (whether executive or otherwise) of that Company. The Company in the normal course of business carries out transactions with various related parties. Details of transactions with related parties are as follows:

		Un-audited Quarter Ended	
		September 30, 2026	September 30, 2025
		(Rupees in thousand)	
i) Transactions:			
	Relationship with the Company	Nature of transactions	
i. Associated company			
		Reimbursement of expenses received	2,668
		Purchases of goods and services	39,350
		Insurance Claim Received	4,886
		Insurance premium paid	216,553
		Advance for purchase of shares	-
		Interest on short term loan	-
		Dividend income	42,372
ii. Other Related Parties			
		Reimbursement of expenses received	5,931
		Profit on deposit accounts	1,851
		Dividend income	999
		Bonus shares received	-
		Gain on disposal of short term investments	11,595
		Insurance premium paid	151,059
iii. Post employment benefit plan			
		Expense charged in respect of Retirement benefit plan	5,847
iv. Key management personnel			
		Remuneration	27,160



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

		Un-audited September 30, 2026	Audited June 30, 2026
		(Rupees in thousand)	
Period end balances:	Nature of balances		
i. Associated company	Payable against purchase of goods and services	274	1
	Expense paid on behalf of related parties	902	2,668
ii. Other related parties	Payable against purchase of goods and services	-	4
	Accrued interest	1,851	-
	Expense paid on behalf of related parties	937	6,356
	Bank balances and short term investments	473,399	1,167,427

10. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these condensed financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at 30 September 2026	Level 1	Level 2	Level 3	Total
----- (Rupees in thousand) -----				

Financial assets

Financial assets at fair value through other comprehensive income	6,216,361	-	-	6,216,361
Financial assets at fair value through profit or loss	472,426	-	-	472,426
	6,688,787	-	-	6,688,787



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)

Recurring fair value measurements at 30 June 2026	Level 1	Level 2	Level 3	Total
----- (Rupees in thousand) -----				

Financial assets

Financial assets at fair value through other comprehensive income	6,722,767	-	-	6,722,767
Financial assets at fair value through profit or loss	1,139,089	-	-	1,139,089
	<u>7,861,856</u>	<u>-</u>	<u>-</u>	<u>7,861,856</u>

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

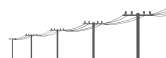
There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

**SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS**
FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)**(ii) Valuation techniques used to determine fair values**

Specific valuation technique used to value financial instruments is the use of Net Assets Value (NAV) of respective Asset Management Company.

11. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2026.

12. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 27, 2026 by the Board of Directors of the Company.

13. Event after the reporting date

The shareholders of the company, at the Annual General Meeting held on October 23, 2026, approved a final cash dividend of Rupees 1.0 per share for the year ended June 30, 2026, amounting to Rs. 367.346 million, as recommended by the Board of Directors.

However, the event has been considered as non-adjusting event under IAS 10 "Events after Reporting Period" and has not been recognized in these condensed financial statements.

14. CORRESPONDING FIGURES

Corresponding figures have been re-arranged, wherever necessary, for the purposes of comparison. However, no significant re-arrangements have been made.

15. GENERAL

Figures have been rounded off to the nearest thousand of Rupees, unless otherwise stated.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



SELECTED NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2026 (UN-AUDITED)



NISHAT
CHUNIAN
POWER LTD.

53-A, Lawrence Road, Lahore
Tel: +92-42-37421435, +92-42-37575970
Fax +92-42-35717239
E-Mail: info@ncpower.com.pk