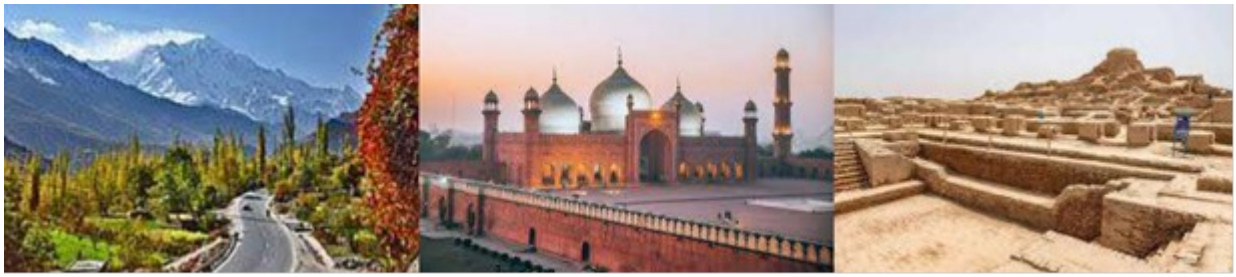
AKD Hospitality Limited

First Quarter Report September 2026



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COMPANY INFORMATION

AKD Hospitality Limited (AKDHL), was incorporated as a Public Limited Company in 1936. The principal line of business of the company is to carry on the tourism business including hospitality business, motels, destination management services, developing & building tourism attractions and to undertake all ancillary business activities to provide end to end service solutions.

Board of Directors

Nadeem Saulat Siddiqui
Chairperson

Huma Khurram Rashid Paracha
Director / CEO

Kanwar Adeel Zaman
Director

Mian Asif Maqbool Sukhera
Director

Muhammad Qasim
Director

Aamir Nazir Dhedhi
Director

Uzma Piracha
Director

Syed Haris Ahmed
Company Secretary

Faisal Kasbati
Chief Financial Officer

Muhammad Gulraiz
Head of Internal Audit

Management Committee

Huma Khurram Rashid Paracha
Director / Chief Executive

Faisal Kasbati
Chief Financial Officer

Audit Committee

Mian Asif Maqbool Sukhera
Chairperson (ID)

Aamir Nazir Dhedhi
Member (NE)

Uzma Piracha (ID)
Member

Muhammad Gulraiz
Secretary & Head of Internal Audit

HR, Remuneration and D.E. & I. Committee

Muhammad Qasim
Chairperson (ID)

Aamir Nazir Dhedhi
Member (NE)

Uzma Piracha
Member (ID)

Risk Management and Sustainability Committee

Uzma Piracha
Chairperson (ID)

Kanwar Adeel Zaman
Member (NE)

Muhammad Qasim
Member (ID)

Auditors

M/s Riaz Ahmad Co.,
Chartered Accountants

Share Registrar

C & K management Associates (Pvt) Ltd.
M-13, Progressive Plaza,
Plot No. 5 - CL - 10, Civil Lines Quarter, Beaumont Road, near PIDC Karachi - 75530, Pakistan.

Tel: +92 21-35685930 | +92 21-35687839
Fax: +92 21 35687839

Registered Office

511, 5th Floor, Continental Trade Centre,
Main Clifton Road, Block 8, Clifton
Karachi, Pakistan.

Telephone: (92-21)35302963
Email: info@akdhospitality.com

Bankers

MCB Bank Limited
Bank Al Habib Limited

DIRECTORS' REVIEW

The Directors are pleased to present the un-audited condensed interim financial statements of your Company, for the three-months period ended September 30, 2026. These un-audited condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - "Interim Financial Reporting" and the provisions of and the directives issued under the Companies Act, 2017. In case requirements differ, the provisions of directives issued under the Companies Act, 2017 have been followed.

Key Financial Highlights Three months period ended

	Sept 30, 2026	**Sept 30, 2025**
	Rupees	**Rupees**
Net Revenue	**750,000**	1,500,000
Operating Profit	**58,073**	593,935
Operating Profit %	**8%**	40%
Profit After Tax	**4,396,657**	438,685
Earnings Per Share (Rupees)	**1.75**	0.17

During the period under review, the Company recorded gross turnover of Rs. 750 thousands as compared to Rs. 1,500 thousand during the corresponding period during last year. Operating profit showed decrease from 40% to 8% due to decrease in revenue. Profit after tax increased from Rs. 438,685/- to Rs.4,396,657/-.

The Basic Earnings Per Share is reported at Rs. 1.75 compared to Rs. 0.17 during the corresponding period of the preceding year.

The Company aims to promote environmental friendly tourism in the country recognizing the long term benefits of environmentally sustainable practices leading to sustainable economic growth for the Company and local economy. Reducing waste generation, conserving natural resources, educating clientele will increase revenue and reduce operating expenses.

As we look to the year ahead, we will continue to build on our competencies and review our strategies to ensure that they remain relevant and most suited, in line with changing dynamics in the local and global marketplace. Your Company remains focused on delivering high-quality services to customers, while also making concrete efforts to improve profitability through innovation, improved efficiency and effective cost containment initiatives to maximize shareholders' returns.

The Company has focused on development of resorts and tourist points in coastal areas of Sindh, near densely populated urban areas. The Directors believe there is a large potential of untapped tourism opportunities in Sindh. The Company continues to face the challenges of escalation in costs owing to high fuel and energy costs, road infrastructure, shortage of trained staff in the industry and other macroeconomic indicators which may adversely affect the Company's

operations. However, we are confident that through effective management and leadership, the Company would be able to navigate through those challenges.

On behalf of the Board, we extend our heartfelt appreciation to the shareholders, employees and clients for their continued confidence and support during this time of challenging and look forward to a productive second quarter of the financial year.

Huma Paracha

Kanwar Adeel Zaman

Date: October 27, 2026

Karachi

ڈائریکٹرز کا جائزہ

ڈائریکٹرز کو 30 ستمبر 2026 کو ختم ہونے والی تین ماہ کی مدت کے لیے آپ کی کمپنی کے غیر آڈٹ شدہ کنڈینسڈ عبوری مالیاتی گوشواروں کو پیش کرنے پر خوشی ہو رہی ہے۔ ان غیر آڈٹ شدہ کنڈینسڈ عبوری مالیاتی گوشواروں کو بین الاقوامی اکاونٹنگ اسٹینڈرڈ)(34) کے تقاضوں کے مطابق کمپنیز ایکٹ2017 کے تحت تیار کیا گیا ہے۔ کمپنیز ایکٹ2017 کے مختلف رولز ہونے کی صورت میں، کمپنیز ایکٹ، 2017 کے تحت جاری کردہ ہدایات کی دفعات پر عمل کیا گیا ہے۔

اہم مالیاتی جھلکیاں

	ماہی مدت سہ	
	ستمبر 30، 2026	ستمبر 30، 2024
	روپے	روپے
آمدنی	750،000	1،500،000
آپریٹنگ منافع	58،073	593،935
٪آپریٹنگ منافع	8%	40%
ٹیکس کے بعد منافع	4،396،657	438،685
فی شیئر آمدنی (روپے)	1.75	0.17

زیر جائزہ مدت کے دوران، کمپنی نے750 ہزار روپے کا مجموعی کاروبار برقرار رکھا پچھلے سال کے 1،500 ہزار روپے اسی مدت کے مقابلے میں ۔ آمدنی میں کمی کی وجہ سے آپریٹنگ منافع میں 40% سے 80% تک کمی واقع ہوئی۔ بعد از ٹیکس منافع - -/438،685 روپے سے بڑھ کر-/4،396،657 روپے ہوگیا

بنیادی آمدنی فی شیئر 1.75 روپے رہی ہے جبکہ پچھلے سال اسی مدت کے دوران 0.17 روپے رہی۔

کمپنی کا مقصد ملک میں ماحول دوست سیاحت کو فروغ دینا ہے جو کمپنی اور مقامی معیشت کے لیے پائیدار اقتصادی ترقی کا باعث بنے۔ کمپنی ماحولیاتی طور پر پائیدار طریقوں کے طویل مدتی فوائد کو تسلیم کرتی ہے۔ فضلہ کی پیداوار کو کم کرنا، قدرتی وسائل کا تحفظ، گاہکوں کو ماحولیاتی تعلیم دینا آمدنی میں اضافہ اور آپریٹنگ اخراجات کو کم کرے گا۔

ہم آنے والے سال میں ہم اپنی قابلیت کو بڑھانا جاری رکھیں گے اور اپنی حکمت عملیوں کا جائزہ لیتے رہیں گے تاکہ یہ یقینی بنایا جا سکے کہ وہ مقامی اور عالمی مارکیٹ میں بدلتی ہوئی حالات کے مطابق متعلقہ اور موزوں رہیں۔ آپ کی کمپنی صارفین کو اعلیٰ معیار کی خدمات فراہم کرنے پر اپنی توجہ مرکوز کریگی، جبکہ حصص یافتگان کے منافع کو زیادہ سے

کمپنی نے سندھ کے ساحلی علاقوں میں، گنجان آباد شہری علاقوں کے قریب، رزارٹس اور سیاحتی مقامات کی ترقی پر توجہ مرکوز کی ہے۔ ڈائریکٹرز کا ماننا ہے کہ سندھ میں سیاحت کے غیر مستعمل مواقع کی ایک بڑی صلاحیت موجود ہے۔ کمپنی کو ایندھن اور توانائی کے زیادہ اخراجات، سڑک کے بنیادی ڈھانچے، صنعت میں تربیت یافتہ عملے کی کمی اور دیگر میکرو اکنامک اشاریوں کی وجہ سے اخراجات میں اضافے کے چیلنجوں کا سامنا کرنا پڑ رہا ہے جو کمپنی کے کاموں کو بری طرح متاثر کر سکتے ہیں۔ تاہم، ہمیں یقین ہے کہ موثر انتظام اور قیادت کے ذریعے، کمپنی ان چیلنجوں سے گزرنے کے قابل ہو گی۔

بورڈ کی جانب سے، ہم حصص یافتگان، ملازمین اور کلائنٹس کو چیلنج کے اس وقت میں مسلسل اعتماد اور تعاون کے لیے ان کی تہہ دل سے تعریف کرتے ہیں اور مالی سال کی دوسری سہ ماہی کے بہترنتیجہ خیز ہونے کے منتظر ہیں۔

کنور عدیل زمان

ہما پراچہ

بتاریخ: اکتوبر 27، 2026

کراچی

AKD HOSPITALITY LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR FIRST QUARTER ENDED

SEPTEMBER 30, 2026

AKD HOSPITALITY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30TH SEPTEMBER 2026

	Notes	Unaudited 30-Sep 2026 Rupees	Audited 30-Jun 2026 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	4	664,092	684,724
Long-term investments	5	35,710,717	44,892,308
Long-term security deposit		20,000	20,000
Long term loan to employees		24,500	34,500
		36,419,309	45,631,532
CURRENT ASSETS			
Trade debts	6	4,773,562	3,911,061
Loan Advances and Prepayments		120,000	120,000
Other Receivables	7	-	-
Cash and Bank balances		6,052,314	2,769,786
		10,945,876	6,800,847
TOTAL ASSETS		47,365,185	52,432,379
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
100,000,000 (June 2024: 100,000,000) ordinary shares of Rupees 10 each		1,000,000,000	1,000,000,000
Issued, subscribed and paid-up share capital		25,072,733	25,072,733
Capital contribution		950,001	950,000
Reserves		13,770,542	17,407,778
TOTAL EQUITY		39,793,276	43,430,511
NON CURRENT LIABILITIES			
Deferred tax liability		159,570	1,307,269
CURRENT LIABILITIES			
Trade and other payables	8	4,793,327	5,188,087
Provision for taxation and levy payable - net		142,050	29,550
Unclaimed dividend		2,476,962	2,476,962
		7,412,339	7,694,599
TOTAL LIABILITIES		7,571,909	9,001,868
Contingencies and commitments	9		
TOTAL EQUITY AND LIABILITIES		47,365,185	52,432,379

The annexed notes from 01 to 13 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER **DIRECTOR** **CHIEF FINANCIAL OFFICER**

AKD HOSPITALITY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30TH SEPTEMBER 2026

	Note	Unaudited September 2026 Rupees	Unaudited September 2025 Rupees
Revenue from contracts with customers		**750,000**	1,500,000
Administrative and general expenses		**(691,927)**	(906,065)
		58,073	593,935
Other Income	**7**	**4,451,084**	-
PROFIT / (LOSS) BEFORE LEVY AND TAX		**4,509,157**	593,935
Levy		**(112,500)**	(155,250)
PROFIT / (LOSS) BEFORE INCOME TAX		**4,396,657**	438,685
Income tax		**-**	-
PROFIT / (LOSS) AFTER INCOME TAX		**4,396,657**	438,685
OTHER COMPREHENSIVE INCOME			
Items that will not be reclassified subsequently to profit & loss:			
- Unrealized gain/(loss) arising on remeasurement of Quoted Equity Investments	**5**	**(9,181,591)**	4,560,000
- Deferred tax related adjustment		**1,147,699**	
Other comprehensive income /(loss) for the period		**(8,033,892)**	4,560,000
TOTAL COMPREHENSIVE PROFIT / (LOSS)		**(3,637,235)**	4,998,685
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED		**1.75**	0.17

The annexed notes from 01 to 13 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER | DIRECTOR | CHIEF FINANCIAL OFFICER

AKD HOSPITALITY LIMITED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2026

Description	Issued, subscribed and paid-up share capital	Capital contribution	Reserves					Total equity
			Capital Reserves		Revenue Reserves		Sub Total	
			Share premium	Fair value reserve on 'Fair value through other comprehensive income' investments	General reserve	Accumulated loss		
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at 30 June 2025	25,072,733	12,950,001	20,891,600	(8,854,000)	752,000	(13,793,476)	(1,003,876)	37,018,858
Comprehensive income for the quarter ended 30 September 2025:								
Profit for the period	-	-	-	-	-	438,685	438,685	438,685
Other comprehensive income	-	-	-	4,560,000	-	-	4,560,000	4,560,000
Total comprehensive income for the period	-	-	-	4,560,000	-	438,685	4,998,685	4,998,685
Realised loss transferred to accumulated loss	-	-	-	-	-	-	-	-
Receipt /(Repayment) of capital contribution to sponsor durin	-	450,000	-	-	-	-	-	450,000
Balance as at 30 September 2025	25,072,733	13,400,001	20,891,600	(4,294,000)	752,000	(13,354,791)	3,994,809	42,467,543
Balance as at 30 June 2026	25,072,733	950,001	20,891,600	9,250,880	752,000	(13,486,703)	17,407,777	43,430,511
Comprehensive income for the quarter ended 30 September 2026:								
Profit for the period	-	-	-	-	-	4,396,657	4,396,657	4,396,657
Other comprehensive income	-	-	-	(8,033,892)	-	-	(8,033,892)	(8,033,892)
Total comprehensive income for the period	-	-	-	(8,033,892)	-	4,396,657	(3,637,235)	(3,637,235)
Realised loss transferred to accumulated loss	-	-	-	-	-	-	-	-
Receipt /(Repayment) of capital contribution to sponsor durin	-	-	-	-	-	-	-	-
Balance as at 30 September 2026	25,072,733	950,001	20,891,600	1,216,988	752,000	(9,090,047)	13,770,542	39,793,276

CHIEF EXECUTIVE OFFICER | **DIRECTOR** | **CHIEF FINANCIAL OFFICER**

AKD HOSPITALITY LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2026

	Sept 2026 Rupees	Sept 2025 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before income tax and levy	**4,509,157**	593,935
Adjustments for non cash items:		
Allowance for expected credit loss	-	-
Depreciation	**20,630**	20,835
Operating profit before working capital changes	**4,529,787**	614,770
Working capital changes		
(Increase) / decrease in current assets		
Trade debts	**(862,501)**	(1,528,000)
Loans and advances	**10,000**	(104,000)
Sales tax payable / receivable	**112,500**	225,000
Increase / (Decrease) in current liabilities		
Trade and other payables	**(507,260)**	(364,295)
	(1,247,261)	(1,771,295)
Net cash generated in operating activities after working capital changes	**3,282,526**	(1,156,525)
Income tax and levy paid	-	(197,000)
Net cash generated from / operating activities	**3,282,526**	(1,353,525)
CASH FLOW FROM INVESTING ACTIVITIES		
Long-term loan to employee paid	-	-
Net cash used in investing activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Capital contribution from related party	-	450,000
Net cash flow from financing activities	-	450,000
Net increase in cash and cash equivalents	**3,282,526**	(903,525)
Cash and cash equivalents at the beginning of the year	**2,769,787**	14,118,089
Cash and cash equivalents at the end of the period	**6,052,313**	13,214,564

The annexed notes from 01 to 13 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER **DIRECTOR** **CHIEF FINANCIAL OFFICER**

AKD HOSPITALITY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2026

1. THE COMPANY AND ITS OPERATIONS

AKD Hospitality Limited {"the Company"} was incorporated as a Public Limited Company in the year 1936 under Companies Act, 1913 (Now the Companies Act, 2017). Shares of the Company are quoted on the Pakistan Stock Exchange Limited.

The Principal Line of Business of the Company is the business of real estate / providing consultancy, projects financing and management, investment in listed securities and to engage in leasing to tourism business including hospitality business, motel, destination management services, developing and building tourism attractions and to undertake all ancillary business activities to provide end to end service solutions.

The registered office of the Company is situated at 511, fifth floor Continental Trade Center, Clifton, Karachi.

2. STATEMENT OF COMPLIANCE

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:

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

Where the provisions of and directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

2.2 These Condensed Interim Financial Statements do not include all the information and disclosures required in the annual financial statements and therefore should be read in conjunction with the financial statements of the Company for the year ended June 30, 2026.

2.3 The Comparatives in the Statement of Financial Position in these Condensed Interim Financial Statements as at 30 September 2026 have been extracted from the Annual Audited Financial Statements as at 30 June 2026, whereas the comparatives in the Condensed Interim Statement of Profit or Loss and Other Comprehensive Income, Condensed Interim Statement of Changes in Equity and Condensed Interim Statement of Cash Flows are extracted from Unaudited Condensed Interim Financial Statements for Quarter ended 30 September 2025.

3. MATERIAL ACCOUNTING POLICIES AND CHANGES THEREIN

3.1 The Material Accounting Policies and the Methods of Computation adopted in the preparation of these Condensed Interim Financial Statements are same as those applied in the preparation of annual financial statements of the Company for the year ended June 30, 2026.

3.2 The preparation of these unconsolidated condensed interim financial statements, in conformity with approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from the estimates. During the preparation of these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation and assumptions are consistent with those that were applied to the annual financial statements of the Company for the year ended June 30, 2026.

3.3 Taxes and Levy on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

4. PROPERTY AND EQUIPMENT	Note	Unaudited 30-Sep-26 Rupees	Audited 30-Jun-26 Rupees
Written down value at the beginning of the period		**684,722**	768,063
Depreciation charged during the period		**(20,630)**	(83,341)
Written down value at the closing of the period		**664,092**	684,722

4.1 Depreciation is charged to Administrative and General Expenses

5. LONG-TERM INVESTMENTS (Equity instruments)

Investment in equity securities - at 'fair value through other comprehensive income'			
Related parties			
AKD REIT Management Company Limited - unquoted		-	-
10,000 fully paid ordinary shares of Rupees 10 each. Equity held 0.1% at cost of Rupees 100,000			
Creek Developers (Private) Limited - unquoted		**98,000**	98,000
9,800 fully paid ordinary shares of Rupees 10 each.			
Others			
Pak Electron Limited - quoted		**1,425,200**	1,818,000
40,000 fully paid ordinary shares of Rupees 10 each. Equity held 0.004% and cost of Rupees 2,270,200			
Pakistan Stock Exchange Limited - quoted		**34,187,517**	42,976,308
799,708 fully paid ordinary shares of Rupees 10 each. Equity held 0.10% and cost of Rupees 31,965,959			
		35,710,717	44,892,308

6. TRADE DEBTS	Note	Unaudited 30-Sep-26 Rupees	Audited 30-Jun-26 Rupees
Related party- Unsecured			
AKD REIT Management Company Limited		**5,347,500**	4,485,000
Less: Allowance for expected credit loss		**(573,939)**	(573,939)
		4,773,561	3,911,061

7. OTHER RECEIVABLES			
Related Parties - Unsecured			
Creek Developers (Private) Limited (CDPL)		**4,451,084**	4,451,084
Less: Allowance for expected credit loss			
As at 01 July		**(4,451,084)**	(4,451,084)
Recognized during the year		**-**	-
Reversal made during the year		**4,451,084**	-
As at 30 September		**-**	(4,451,084)
Less: Receipts During the Period		**4,451,084**	-
		-	-

7.1 This represents the balance receivable of allocated share of common expenses.

8. TRADE AND OTHER PAYABLES	Note	Unaudited 30-Sep-26 Rupees	Audited 30-Jun-26 Rupees
Accrued liabilities		**952,276**	1,355,654
Payable to AKD Group Holdings (Private) Limited - related party		**450,000**	450,000
Payable to AKD Securities Limited - related party		**1,772,160**	1,772,159
Overdue lease liability		**810,000**	810,000
Withholding tax payable		**383,551**	352,434
Sales tax payable		**112,500**	135,000
Provision for workers welfare fund		**312,840**	312,840
		4,793,327	5,188,087

9. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments outstanding as at the reporting date (Sept 2026 Nil)

10. RELATED PARTIES TRANSACTIONS	Unaudited September 2026 Rupees	Unaudited September 2025 Rupees
Services Provided including Sales Tax - Associated Company	**862,500**	1,725,000

11. DISCLOSURE RELATING TO SHARIAH COMPLIANCE

Disclosure in relation to statement of financial position - assets	Unaudited 30-Sep-26 Rupees	Audited 30-Jun-26 Rupees
Long term sharia compliant investments	**35,710,717**	44,892,308

Disclosure in relation to statement of profit or loss and other comprehensive income	Unaudited 30-Sep-2026 Rupees	Unaudited 30-Sep-2025 Rupees
Revenue earned from sharia compliant business segment	**750,000**	1,500,000
Unrealized gain / (loss) on sharia compliant investments	**(9,181,591)**	4,560,000

12. DATE OF AUTHORIZATION

These financial statements were approved and authorized for the issue on October 27, 2026 by the Board of Directors of the Company.

13. GENERAL

The figures have been rounded off to the nearest Rupee, unless otherwise stated.

CHIEF EXECUTIVE OFFICER | DIRECTOR | CHIEF FINANCIAL OFFICER