CORPORATE BRIEFING SESSION

FY-2026

Transforming Vision



Company profile



Mughal Energy Limited was incorporated in Pakistan as a public limited company on 19 August 2012 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Its registered office is at 31-A, Shadman I, Lahore. Its principal business is generating and supplying electricity. It is listed on the Growth Enterprise Market (GEM) Board of Pakistan Stock Exchange and is a subsidiary of Mughal Iron & Steel Industries Limited.

36.50 MW

hybrid captive power plant

31 Aug 2026

COD of the 31.50 MW main turbine

MISIL

parent company

Listed on GEM Board

Pakistan Stock Exchange Limited

Key figures

Total assets

12,015 Rs million

FY2025: 7,240

Property, plant & equipment

9,231 Rs million

FY2025: 6,466

Capital expenditure

2,030 Rs million

FY2025: 1,794

Total equity

4,045 Rs million

FY2025: 3,435

Total liabilities

7,970 Rs million

FY2025: 3,805

Profit / (loss) for the year

9.1 Rs million

FY2025: (21.3)

Earnings / (loss) per share

0.05 Rs

FY2025: (0.11)

Cash dividend

Nil

FY2025: –

Entity rating

Pakistan Credit Rating Agency Limited (PACRA), as per its latest report, has issued the following ratings:



Long-term

Single A



Short-term

A Two



Outlook

Reflects project completion and financing milestones

KEY FINANCIAL METRICS

MUGHAL ENERGY LIMITED | STANDALONE | FOUR-YEAR COMPARISON

FINANCIAL RATIO ANALYSIS					
Financial metrics / particulars		**FY2026**	**FY2025**	**FY2024**	**FY2023**
Return on average equity	%	0.24%	-0.62%	-0.59%	-1.13%
Return on average assets	%	0.09%	-0.34%	-0.45%	-1.06%
Current ratio	Times	0.69x	1.45x	0.52x	37.51x
Equity to total assets	%	33.67%	47.45%	67.21%	90.89%
Total liabilities to equity	Times	1.97x	1.11x	0.49x	0.10x
SUMMARY OF PROFIT OR LOSS					
Other income	Rs. million	80.58	8.11	3.52	5.62
Administrative expenses	Rs. million	(50.29)	(25.82)	(21.61)	(33.08)
Finance cost	Rs. million	(20.32)	(2.77)	(0.01)	(0.01)
Profit / (loss) after tax	Rs. million	**9.13**	**(21.28)**	**(19.17)**	**(27.57)**
SUMMARY OF FINANCIAL POSITION					
Non-current assets	Rs. million	9,231.34	6,466.55	4,464.64	3,051.59
Current assets	Rs. million	2,784.04	773.35	677.80	338.82
Total assets	Rs. million	**12,015.38**	**7,239.89**	**5,142.44**	**3,390.41**
Total equity	Rs. million	**4,045.04**	**3,435.21**	**3,456.49**	**3,081.37**
Non-current liabilities	Rs. million	3,906.67	3,270.93	388.18	300.00
Current liabilities	Rs. million	4,063.67	533.75	1,297.77	9.03
Total liabilities	Rs. million	**7,970.34**	**3,804.69**	**1,685.95**	**309.03**
Total equity and liabilities	Rs. million	**12,015.38**	**7,239.89**	**5,142.44**	**3,390.41**

NOTE: MEL reported no revenue from operations in FY2026; therefore, sales-based operating and profitability ratios are not applicable and have been excluded.

STATEMENT OF FINANCIAL POSITION

Financial statement particulars	FY2026	FY2025
ASSETS — NON-CURRENT ASSETS		
Property, plant and equipment	9,231,255,504	6,466,457,989
Long-term security deposit	87,500	87,500
Total non-current assets	**9,231,343,004**	**6,466,545,489**
ASSETS — CURRENT ASSETS		
Inventories	1,300,381,514	–
Deposits and other receivables	122,873,913	–
Due from the government	1,255,373,073	758,585,265
Cash and bank balances	105,410,607	14,760,779
Total current assets	**2,784,039,107**	**773,346,044**
TOTAL ASSETS	**12,015,382,111**	**7,239,891,533**
EQUITY AND RESERVES		
Issued, subscribed and paid-up capital	2,166,732,420	2,166,732,420
Share premium	116,365,179	116,365,179
Revaluation surplus on property, plant and equipment	1,664,879,125	1,064,174,125
Accumulated loss	(117,600,342)	(126,732,797)
Equity contribution / loan from directors	214,666,792	214,666,792
TOTAL EQUITY	**4,045,043,174**	**3,435,205,719**
LIABILITIES — NON-CURRENT		
Long-term financing	3,906,668,479	3,270,934,316
Total non-current liabilities	**3,906,668,479**	**3,270,934,316**
LIABILITIES — CURRENT		
Trade and other payables	157,604,286	163,943,132
Accrued profit / mark-up	54,161,576	24,881,794
Short-term borrowings – secured	403,433,571	–
Short-term loans from directors and relatives – unsecured	3,127,545,844	264,508,448
Current portion of long-term financing	320,925,181	80,418,124
Total current liabilities	**4,063,670,458**	**533,751,498**
TOTAL LIABILITIES	**7,970,338,937**	**3,804,685,814**
TOTAL EQUITY AND LIABILITIES	**12,015,382,111**	**7,239,891,533**

STATEMENT OF PROFIT OR LOSS

Financial statement particulars	FY2026	FY2025
OPERATING EXPENSES, OTHER INCOME AND FINANCE COST		
Administrative expenses	(50,291,791)	(25,823,187)
Other charges	(835,210)	(790,250)
Other income	80,582,355	8,107,954
Finance cost	(20,322,899)	(2,774,540)
RESULTS FOR THE YEAR		
PROFIT / (LOSS) BEFORE TAXATION	**9,132,455**	**(21,280,023)**
Taxation	–	–
PROFIT / (LOSS) AFTER TAXATION	**9,132,455**	**(21,280,023)**
Earnings / (loss) per share – basic and diluted	0.05	(0.11)

Explanation of material deviations

Property, plant and equipment +42.8%

Mainly revaluation surplus (Rs 600.7 million), imported assets and ongoing civil construction in capital work-in-progress.

Inventories Rs 1,300 million (nil)

Fuel and stores built up ahead of commercial operations

Due from the government +65.5%

Mainly advance tax paid on imports.

Long-term financing +26.2%

Long-term loan of Rs 2,500 million from United Bank Limited, net of repayment of Rs 1,858 million to Mughal Iron & Steel Industries Limited.

Short-term loans from directors and relatives Rs 3,128 million (265 million)

To meet working-capital requirements and support day-to-day operational and financial obligations.

Short-term borrowings Rs 403 million (nil)

Working-capital facilities secured against current assets and personal guarantees of directors; mark-up at 1-month KIBOR + 1.50% per annum.

Other income +893.9%

Mainly represented rental income and profit on saving accounts.

Administrative expenses +94.8%

Mainly represented increase in HR and other costs.

Key business risks

Risk	Response to risk
Plant operational risk (availability and revenue)	Experienced technical teams, preventive maintenance, scheduled overhauls and adequate spare parts support plant reliability. Insurance mitigates financial exposure to unforeseen incidents.
Raw material sourcing risk (cost and production)	Experienced procurement teams monitor material availability and price movements to maintain timely supplies and reduce production disruption.
Liquidity risk (cash flows and debt servicing)	Proactive cash management and committed credit lines support timely settlement of liabilities and address liquidity gaps.
Economic and interest rate risk (profitability and finance costs)	Management monitors commodity prices, inflation, exchange rates and economic developments. Working capital cycles are controlled to manage interest rate exposure.
Regulatory and environmental risk (compliance and continuity)	Dedicated professionals monitor applicable laws and regulations to support compliance and reduce the risk of penalties or operational interruptions.
Credit risk (recoverability of bank deposits)	Funds are placed with banks having satisfactory credit ratings to mitigate the risk of counterparty default.

Going forward

The Company's future performance will principally depend on stable operation of its hybrid power plant and the cost and availability of fuel. Following the year end, the 31.50 MW main turbine commenced commercial operations. The Board expects this to establish a recurring revenue stream, subject to plant availability and electricity demand.



Reliable generation

Focus on stable, reliable operation of the hybrid plant.



Efficient fuel procurement

Manage the cost and availability of fuel.



Prudent financing

Manage financing obligations prudently.

Fuel prices, exchange rates, financing costs and changes in energy and environmental regulation will also affect profitability and financial position. These are management expectations, not forecasts; actual results may differ.

Disclaimer

This presentation may contain “forward-looking statements” – statements about future, not past, events – including expectations about plant operations, generation, fuel costs, financing and financial performance. Such statements often contain words such as “expect”, “anticipate”, “intend”, “plan”, “believe”, “will” or “target”.

They involve known and unknown risks and uncertainties, and actual results may differ materially from those expressed or implied.

Forward-looking statements speak only as of the date of this presentation. The Company undertakes no obligation to update them to reflect events or circumstances after that date.

Figures are from the audited financial statements for the year ended 30 June 2026.

Questions and answers

Thank you

