

AISHA STEEL
MILLS LIMITED

ARIF HABIB GROUP

Resilience to Results

First Quarterly Report
September 2026



At Aisha Steel, resilience has defined who we are and how we grow. Through every challenge, we stood strong, adapted with purpose, and remained committed to moving forward. Today, that commitment is reflected in stronger performance, renewed momentum, and greater value for our stakeholders. With visionary leadership, an unwavering team, and the continued trust of our stakeholders, Aisha Steel is transforming **resilience into results.**

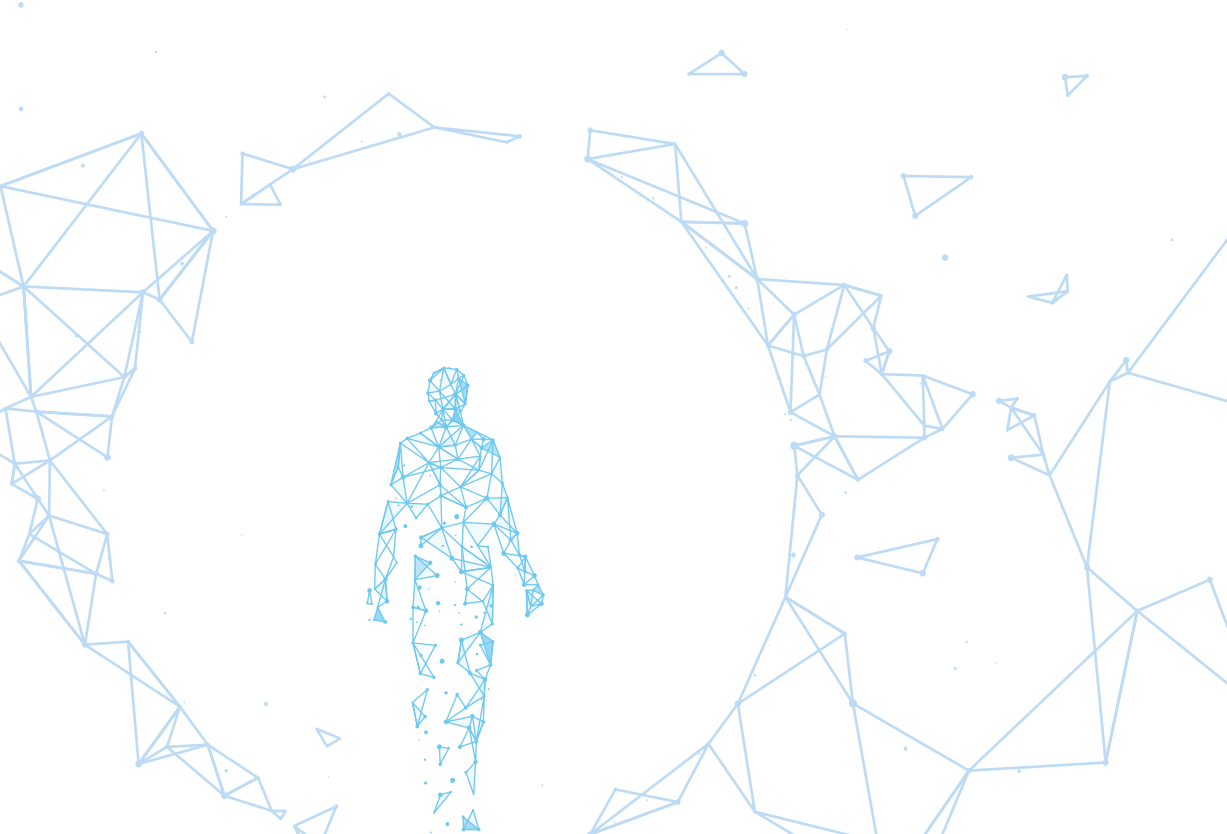


Table of Content

04 Vision and Mission Statement

05 Company Information

06 Directors' Review Report

09 Condensed Interim Statement of Financial Position

10 Condensed Interim Statement of Profit or Loss and Other Comprehensive Income

11 Condensed Interim Statement of Changes in Equity

12 Condensed Interim Statement of Cash Flows

13 Notes To and Forming Part of The Condensed Interim Financial Statements

Company Overview

We at ASML, ROLL raw steel, to a perfect shining sheet, incorporating both strength and resilience.

Unwavering support of our stakeholders, visionary leadership and hard work of our committed team is converting dreams into reality.

Vision

To be a global leader in the flat steel industry with the largest share of the local market while fostering the culture of responsible production and consumption to be eventually acknowledged by its customers for quality and service excellence.

Mission

To supply the highest quality products to our clients utilizing sustainable and environmentally responsible procedures. We believe in the power of human capital in accomplishing our goal of responsible production with sustained return to our shareholders and strive to be the supplier and employer of choice in the flat steel industry.



Company Information

BOARD OF DIRECTORS
Mr. Arif Habib, Chairman
Mr. Abdus Samad Habib
Mr. Kashif Habib
Mr. Nasim Beg
Dr. Munir Ahmed, Chief Executive
Mr. Arslan Muhammad Iqbal
Mr. Rashid Ali Khan
Mr. Abdul Majeed
Ms. Saadia Umar

AUDIT COMMITTEE
Mr. Arslan Muhammad Iqbal - Chairman
Mr. Nasim Beg
Mr. Abdus Samad Habib
Mr. Kashif Habib

HUMAN RESOURCE & REMUNERATION COMMITTEE
Mr. Rashid Ali Khan - Chairman
Mr. Arif Habib
Mr. Kashif Habib
Ms. Saadia Umar

SUSTAINABILITY COMMITTEE
Mr. Nasim Beg - Chairman
Mr. Kashif Habib
Ms. Saadia Umar
Dr. Munir Ahmed - Chief Executive

Chief Financial Officer
Mr. Ali Hassan

COMPANY SECRETARY
Mr. Manzoor Raza

HEAD OF INTERNAL AUDIT
Mr. A. Mirza

REGISTERED OFFICE
1/F Arif Habib Centre, 23 – M.T. Khan Road,
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Down Stream Industrial Estate, Bin Qasim
Karachi – Pakistan
Tel: (+92 21) 34740160

AUDITORS
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Chartered Accountants,
State Life Building No. 1-C,
I.I. Chundrigar Road, Karachi

SHARE REGISTRAR DEPARTMENT
CDC Share Registrar Services Limited CDC
House, 99-B, Block B, SMCHS, Main
Shahrah-e-Faisal, Karachi - 74400
Phone: 0800 – 23275
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Akhund Forbes
Mohsin TayebAly & Co.
Lex Firma
Khalid Jawed & Co.
Muhammad Ali Khan Associates
S.U. Khan Associates
Fazle Ghani
Qazi Umair Ali / Hafeez Pirzada
Ahmed Hussain
V.N. Lakhani

BANKERS / LENDERS
Allied Bank Limited
Askari Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
Industrial and Commercial Bank of China
JS Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan (Aitemad)
National Bank of Pakistan
Pak China Investment Company Limited
Saudi Pak Industrial and Agricultural Investment Company Limited
Silk Bank Limited
Sindh Bank Limited
Standard Chartered Bank (Pakistan) Limited
Bank Makramah Limited (formerly known as Summit Bank Limited)
The Bank of Khyber
The Bank of Punjab
United Bank Limited

Website
www.aishasteel.com

Directors' Review Report

The Directors of Aisha Steel Mills Limited (ASML) present herewith Directors' Review Report together with condensed interim financial statements (un-audited) of the Company for the first quarter ended September 30, 2026.

Steel Market Review

During the July–September quarter, international HRC prices remained within a narrow range of approximately US$500 per ton, FOB China. Freight rates, however, remained elevated due to the continuing hostilities between Iran and the United States, while the recent escalation of tensions in Yemen and Saudi Arabia further increased freight and insurance costs. The steep tariffs imposed by the United States on several countries, including Pakistan, initially made exports to the US market highly challenging. However, the subsequent increase in prices has gradually restored the commercial viability of such exports.

The domestic automotive and white goods industries continue to perform well, resulting in improved demand for both CRC and GI. Local manufacturers continue to face stiff competition from importers. However, following the imposition of a 12% sales tax in FATA/PATA and the implementation of the anti-circumvention framework by the NTC, the market share of local producers is gradually increasing.

Operational Review

The total quantity sold during the Jul-Sep 2026 Qtr. was 80,053 tons as compared to 43,376 tons sold during the corresponding period last year, showing an increase of about 85%. The exports during the period were 8,634 tons compared to 5,856 tons exported last year.

The total quantity produced during the period was 90,140 tons compared to 49,513 tons in the corresponding period of last year, showing an increase of about 82%.

A brief summary of the financial results as on September 30, 2026 is as follows:

	Quarter ended	
	September 2026	September 2025
	Rs. In Millions	
Revenue	18,039	9,463
Gross profit	1,937	922
Finance Costs	(485)	(525)
Exchange loss - (Net)	(46)	(10)
Profit before tax	528	20
Profit after tax	336	82
	Rupees Per Share	
EPS	0.34	0.07

The financial numbers for the July-September quarter have improved compared to same period last year on account of higher volumes, better gross margin and lower financial cost.

Future Outlook:

The automotive and white goods industries continue to perform well. Consumption of CRC and GI is increasing in these sectors, while demand from general engineering applications is also improving. Local producers expect their market share to increase gradually.

Acknowledgement

We would like to record our appreciation and gratitude to the Banks for the continuous support in the ongoing operations as well as in the expansion project. We also acknowledge the support of Regulators for their continued support.

For and on behalf of the Board



Dr. Munir Ahmed
Chief Executive



Kashif Habib
Director

Karachi : October 26, 2026



Financial Statements

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at September 30, 2026 - (Unaudited)

	Note	(Unaudited) September 30, 2026	(Audited) June 30, 2026
		Rupees '000	
ASSETS			
Non-current assets			
Property, plant and equipment	5	19,419,990	19,511,817
Intangible assets		32,045	31,659
Long-term advances		254	274
Long-term deposits		129,152	95,692
Deferred tax asset		3,216,084	3,347,839
		22,797,525	22,987,281
Current assets			
Inventories	6	21,521,209	18,400,582
Trade and other receivables	7	2,114,467	3,508,742
Loans, advances and prepayments		1,663,752	679,231
Tax refunds due from government - Sales tax		413,466	712,116
Taxation - payments less provision		4,132,827	4,999,672
Cash and bank balances	8	875,981	501,790
		30,721,702	28,802,133
Total assets		53,519,227	51,789,414
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital			
Ordinary shares		9,307,848	9,307,848
Cumulative preference shares		437,261	437,261
Difference on conversion of cumulative preference shares and dividends into ordinary shares		(1,762,459)	(1,762,459)
		7,982,650	7,982,650
Surplus on revaluation of property, plant and equipment		2,505,751	2,509,685
Capital reduction reserve		667,686	667,686
Accumulated profit		808,020	468,122
Contribution from sponsor	9	17,200,000	14,200,000
		29,164,107	25,828,143
Liabilities			
Non-current liabilities			
Lease liabilities		214,011	176,588
Employee benefit obligations		317,426	300,597
		531,437	477,185
Current liabilities			
Trade and other payables		7,335,572	9,372,125
Provisions		497,195	497,195
Short-term borrowings - secured	10	15,616,249	15,301,884
Unclaimed dividend		2,150	2,150
Current maturity of lease liabilities		23,373	23,373
Accrued mark-up		349,144	287,359
		23,823,683	25,484,086
Total liabilities		24,355,120	25,961,271
Contingencies and commitments	11		
Total equity and liabilities		53,519,227	51,789,414

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

Chief Executive | Director | Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED SEPTEMBER 30, 2026 - (UNAUDITED)

	Note	(Unaudited) September 30, 2026	(Unaudited) September 30, 2025
		Rupees '000	
Revenue from contracts with customers	12	18,039,273	9,462,646
Cost of sales		(16,102,674)	(8,540,635)
Gross profit		1,936,599	922,011
Selling and distribution cost	13	(656,602)	(244,139)
Administrative expenses		(196,898)	(145,533)
Operating profit		1,083,099	532,339
Other expenses	14	(92,328)	(10,181)
Other income	15	22,400	23,255
Finance costs	16	(484,936)	(525,351)
Profit before levies and income tax		528,235	20,062
Levies	17	-	(13,761)
Profit before income tax		528,235	6,301
Income tax (charge) / credit	18	(192,271)	75,739
Profit after taxation		335,964	82,040
Other comprehensive income		-	-
Total comprehensive income		335,964	82,040
		Rupees	
Earnings per share			
- Basic	19.1	0.34	0.07
- Diluted	19.2	0.33	0.08

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

Chief Executive | Director | Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Period Ended September 30, 2026 - (Unaudited)

	Share capital			Reserves			Contribution from sponsor (Note 9)	Total
				Capital		Revenue		
	Ordinary shares	Cumulative preference shares	Difference on conversion of cumulative preference shares into ordinary shares*	Surplus on revaluation of property, plant and equipment	Capital reduction reserve	Unappropriated profit (Accumulated loss)		
	Rupees '000							
Balance as at July 1, 2025	9,300,159	444,950	(1,762,459)	2,214,080	667,686	(529,401)	10,281,098	20,616,113
Incremental depreciation net of deferred tax transferred	-	-	-	(3,809)	-	3,809	-	-
Total comprehensive income for the period ended September 30, 2025								
- Profit for the period	-	-	-	-	-	82,040	-	82,040
- Contribution received from sponsor - net	-	-	-	-	-	-	4,718,902	4,718,902
- Other comprehensive income for the period	-	-	-	-	-	-	-	-
	-	-	-	-	-	82,040	4,718,902	4,800,942
Balance as at September 30, 2025	9,300,159	444,950	(1,762,459)	2,210,271	667,686	(443,552)	15,000,000	25,417,055
Balance as at July 1, 2026	9,307,848	437,261	(1,762,459)	2,509,685	667,686	468,122	14,200,000	25,828,143
Incremental depreciation net of deferred tax transferred	-	-	-	(3,934)	-	3,934	-	-
Total comprehensive income for the period ended September 30, 2026								
- Profit for the period	-	-	-	-	-	335,964	-	335,964
- Contribution received from sponsor	-	-	-	-	-	-	3,000,000	3,000,000
- Other comprehensive income for the period	-	-	-	-	-	-	-	-
	-	-	-	-	-	335,964	3,000,000	3,335,964
Balance as at September 30, 2026	9,307,848	437,261	(1,762,459)	2,505,751	667,686	808,020	17,200,000	29,164,107

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

Chief Executive | Director | Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the Period Ended September 30, 2026 - (Unaudited)

	(Unaudited) September 30, 2026	(Unaudited) September 30, 2025
	Rupees '000	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before levies and income tax	528,235	20,062
Add / (less): Adjustment for non-cash charges and other items		
Depreciation and amortisation	244,774	251,994
Mark-up charges	482,239	511,998
Finance lease charges	2,697	4,723
Provision for staff retirement benefit	19,096	16,726
Loss / (gain) on disposal of fixed assets	1,116	(296)
Return on PLS savings accounts	(4,487)	(3,329)
	745,435	790,446
Profit before working capital changes	1,273,670	810,508
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets		
Inventories	(3,120,627)	(4,170,482)
Trade and other receivables	1,394,274	279,260
Loans, advances and prepayments	(984,521)	(31,284)
Tax refunds due from Government - Sales tax	298,648	(316,725)
	(2,412,226)	(4,239,231)
Increase / (decrease) in current liabilities		
Trade and other payables	(2,036,549)	26,692
Net cash used in operating activities	(3,175,105)	(3,402,031)
Income tax	806,329	1,988
Mark-up on loans paid	(420,454)	(629,119)
Staff retirement benefit paid	(2,267)	(794)
Increase in long-term advances	20	-
Increase in long-term deposits	(33,460)	(8,099)
Net cash used in operating activities	(2,824,937)	(4,038,055)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(155,109)	(72,066)
Acquisition of Intangible assets	(1,826)	-
Return on PLS accounts	4,487	3,331
Sale proceeds from disposal of property, plant and equipment	2,484	7,181
Net cash used in investing activities	(149,965)	(61,554)
CASH FLOWS FROM FINANCING ACTIVITIES		
Short-term loan obtained	20,089,525	11,896,900
Short-term loan repaid	(17,573,139)	(12,799,680)
Contributions received from sponsor - net	3,000,000	4,718,902
Lease rental paid	34,725	(1,564)
Net cash generated from financing activities	5,551,111	3,814,558
Net increase in cash and cash equivalents	2,576,209	(285,051)
Cash and cash equivalents at beginning of the period	(2,204,048)	(21)
Cash and cash equivalents at end of the period	372,161	(285,072)

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

Chief Executive | Director | Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2026 - (Unaudited)

1. THE COMPANY AND ITS OPERATIONS

The Company was incorporated in Pakistan on May 30, 2005 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company's shares are listed on Pakistan Stock Exchange (PSX) since August 2012. The registered office of the Company is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi.

The Company has set up a cold rolling mill complex and a galvanization plant in the downstream Industrial Estate, Pakistan Steel, Bin Qasim, Karachi to carry out its principal business of manufacturing and selling cold rolled steel coils and hot dipped galvanized coils.

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:

- IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provisions of, directives and notifications issued under the Companies Act, 2017.

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

2.1.1 These condensed interim financial statements do not include all the information required for full financial statements and should be read in conjunction with the annual financial statements for the year ended June 30, 2026.

2.1.2 The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited annual financial statements of the Company for the year ended June 30, 2026, whereas the comparative condensed interim statement of profit or loss and other comprehensive income, condensed statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2026.

2.2 Changes in accounting standards, interpretations and amendments to published accounting and reporting standards

a) Standards and amendments to approved accounting standards that are effective

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

b) Standards and amendments to approved accounting standards that are not yet effective

There is a standard and certain other amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2026. The following amendments and standard have not been early adopted by the Company:

i) Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments (effective January 1, 2026):

These amendments

- clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;

- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;

- add new disclosures for certain instruments with contractual terms that can change cashflows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and

- make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

ii) IFRS 18 'Presentation and Disclosure in Financial Statements' (IFRS 18) (effective January 1, 2027):

A new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss is being introduced. The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss;

- required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and

- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

The Company's management at present is in process of assessing the full impact of this new standard and is expecting to complete the assessment in due course.

Other than above, there is standard and certain amendments to accounting standards that are not yet effective and have not been early adopted by the Company for the financial year beginning on July 01, 2026. Such standards and amendments are not expected to have any significant impact in the Company's financial reporting and, therefore, have not been presented in these financial statements.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani rupee which is the Company's functional currency and presentation currency. All financial information presented in Pakistani rupee has been rounded off to the nearest thousand, unless otherwise stated.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2026.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of these condensed interim financial statements requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

4.2 Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended June 30, 2026.

4.3 The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2026.

	(Unaudited) September 30, 2026	(Audited) June 30, 2026
	Rupees '000	
5. PROPERTY, PLANT AND EQUIPMENT		
Operating assets - note 5.1	16,903,765	17,014,263
Capital work in progress	92,930	91,510
Major spare parts and stand-by equipment	2,423,295	2,406,044
	19,419,990	19,511,817

5.1 Additions / disposals to operating assets during the period are as follows:

	(Unaudited)			
	Additions (at cost)		Disposals (at net book value)	
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Rupees '000			
Owned assets:				
Building and civil works on leasehold land	-	-	-	-
Plant and machinery	23,892	95,484	-	-
Electrical equipment	7,370	515	-	-
Office equipment	3,201	2,043	595	96
Furniture and fixtures	-	-	-	-
Motor vehicles	-	-	-	-
Right of use assets:				
Motor vehicles	48,652	10,918	3,006	6,788
	83,115	108,960	3,600	6,884

	(Unaudited) September 30, 2026	(Audited) June 30, 2026
	Rupees '000	
6. INVENTORIES		
Raw material [including in transit Rs. 4,689 million (June 30, 2026: Rs. 6,801 million)]	12,255,399	9,680,668
Work-in-process	860,658	2,064,263
Finished goods [including coil end sheets Rs. 205 million (June 30, 2026: Rs. 665 million)]	6,693,075	5,042,988
	19,809,132	16,787,919
Stores	1,272,836	1,145,400
Spares	439,241	467,263
	1,712,077	1,612,663
	21,521,209	18,400,582

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2026 - (Unaudited)

	(Unaudited) September 30, 2026	(Audited) June 30, 2026
	Rupees '000	
7. TRADE AND OTHER RECEIVABLES		
Trade receivables - considered good:		
- Secured	1,350,739	3,009,154
- Unsecured		
Not yet due from related parties	2,285	2,265
Not yet due from other parties	619,896	355,862
	622,181	358,127
Other receivables:		
Receivable from Etimaad Engineering (Private) Limited	138,485	138,485
Others	3,062	2,976
	141,547	141,461
	2,114,467	3,508,742
8. CASH AND BANK BALANCES		
Cash at bank		
Conventional		
- On savings accounts		
Local currency - note 8.1	90,700	75,648
- On current accounts		
Local currency	441,297	120,190
Foreign currency	131,817	101,669
	573,114	221,859
	663,814	297,507
Islamic		
- On savings accounts		
Local currency - note 8.2	41,341	202,215
- On current accounts		
Local currency	170,682	1,716
	212,023	203,931
Cash in hand	144	352
	875,981	501,790

8.1 At September 30, 2026, the rates of mark up on PLS savings accounts 8% to 10% (June 30, 2026: 10%) per annum.

8.2 These are shariah compliant bank balances and carry profit at rates ranging from 6.67% to 7.83% (June 30, 2026: 7.41% to 7.83%) per annum as at September 30, 2026.

	(Unaudited) September 30, 2026	(Audited) June 30, 2026
	Rupees '000	
9. CONTRIBUTION FROM SPONSOR		
Balance at beginning of the period / year	14,200,000	10,281,098
Contributions received during the period / year	3,000,000	6,918,902
Contribution paid during the period / year	-	(3,000,000)
Balance at the end of the period/ year	17,200,000	14,200,000

9.1 The Company has entered into a financing agreement with Mr. Arif Habib (Sponsor) on the following terms and conditions:

- The repayment of the principal amount and mark-up shall be at the sole and absolute discretion of the Company (taking into consideration the profitability and availability of its cash flows). However, in the event of liquidation, the Sponsor will have preferred liquidation rights for recovery of the contribution and outstanding mark-up prior to ordinary shareholders of the Company.

- The financing shall carry mark-up at the rate of 3 month KIBOR + 1.8%. However, the payment of mark-up shall also be at the sole and absolute discretion of the Company. Further, dividends to the ordinary shareholders will only be declared after the payment of mark-up to the Sponsor.

Pursuant to the requirements of IAS 32 - 'financial instruments presentation' and the terms of the arrangement, the loan is classified as equity in these financial statements. The accumulated markup as at September 30, 2026 in respect of the above mentioned agreement amounts to Rs. 5,216.50 million (June 30, 2026: Rs. 4,656.37 million).

	(Unaudited) September 30, 2026	(Audited) June 30, 2026
	Rupees '000	
10. SHORT-TERM BORROWINGS - secured		
Conventional		
- Running finance under mark-up arrangement	503,820	2,705,840
- Finance against Trust Receipts	10,863,110	10,466,010
- Export Refinance Scheme	2,177,477	194,000
Islamic		
- Istisna-cum-Wakala arrangement	800,034	500,000
- Finance against Trust Receipts	1,271,808	1,436,034
	15,616,249	15,301,884

11. CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There has been no significant change during the period in the contingencies reported in the annual financial statements for the year ended June 30, 2026.

11.2 Commitments

Commitments for capital expenditure outstanding as at September 30, 2026 amounted to Rs. 1,146.16 million (June 30, 2026: Rs. 596.64 million).

Commitments under letter of credit for raw materials as at September 30, 2026 amounted to Rs. 17,459.57 million (June 30, 2026: Rs. 17,794 million).

The guarantee for sindh infrastructure development cess amounting to Rs. 600 million (June 30, 2026: Rs. 600 million).

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2026 - (Unaudited)

		(Unaudited)	
		September 30, 2026	September 30, 2025
		Rupees '000	
12.	REVENUE FROM CONTRACTS WITH CUSTOMERS		
	Local sale of goods - note 12.1	18,707,996	9,540,642
	Sales tax	(2,810,456)	(1,375,757)
	Rebates and discounts	(212,700)	(78,306)
		15,684,840	8,086,579
	Exports	2,354,433	1,376,067
		18,039,273	9,462,646

12.1 This includes scrap sale of coil-end sheets net of sales tax amounting to Rs. 1,294.24 million (September 30, 2025: Rs. 604.35 million).

13. SELLING AND DISTRIBUTION COST

This includes freight charges on export sales amounting to Rs. 589.33 million (September 30, 2025: Rs. 213.9 million).

		(Unaudited)	
		September 30, 2026	September 30, 2025
		Rupees '000	
14.	OTHER EXPENSES		
	Workers' Profits Participation Fund	33,100	-
	Workers' Welfare Fund	13,240	-
	Exchange loss	45,726	10,181
	Loss on disposal of fixed assets	262	-
		92,328	10,181
15.	OTHER INCOME		
	Income from financial assets		
	Return on savings accounts:		
	- conventional	3,713	2,244
	- Islamic	774	1,085
		4,487	3,329
	Income from non-financial assets		
	Scrap sales	17,910	19,630
	Gain on disposal of operating assets	3	296
		17,913	19,926
		22,400	23,255
16.	FINANCE COSTS		
	Mark-up expense:		
	- long-term finance	-	27,370
	- impact of unwinding on long-term finance	-	8,630
	- short-term borrowings	460,915	469,600
	Finance lease charges	2,697	4,723
	Bank and other charges	21,324	15,028
		484,936	525,351

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2026 - (Unaudited)

		(Unaudited)	
		September 30, 2026	September 30, 2025
		Rupees '000	
17.	LEVIES		
	Minimum tax - note 17.1	-	13,761

17.1 This represents minimum tax under section 154 of Income Tax Ordinance, 2001, representing levies in terms of requirements of IFRC 21/ IAS 37.

		(Unaudited)	
		September 30, 2026	September 30, 2025
		Rupees '000	
18.	INCOME TAX CHARGE / (CREDIT)		
	Current		
	- for the period	60,516	112,885
	Deferred tax expense / (income)	131,755	(188,624)
		192,271	(75,739)
19.	EARNINGS PER SHARE		
19.1	BASIC		
	Profit after taxation attributable to ordinary shareholders	335,964	82,040
	Adjustment for cumulative preference share dividend	(15,604)	(16,190)
	Profit after taxation for calculation of basic profit per share	320,360	65,850
	Weighted average number of ordinary shares outstanding at the end of period (in thousand)	930,785	930,016
		Rupees	
	Earnings per share - Basic	0.34	0.07
19.2	DILUTED		
	Profit for the period attributable to ordinary shareholders	335,964	82,040
	Weighted average number of ordinary shares outstanding at period end (in thousand)	930,785	930,016
	Adjustment for conversion of convertible preference shares (shares in thousands)	79,517	74,267
	Weighted average number of potential ordinary shares outstanding at period end (in thousand)	1,010,302	1,004,283
		Rupees	
	Earnings per share - diluted	0.33	0.08

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2026 - (Unaudited)

20. TRANSACTIONS WITH RELATED PARTIES

Disclosure of transactions with related parties during the period are as follows:

			(Unaudited)	
			September 30, 2026	September 30, 2025
Relationship	Name of company	Nature of transaction	Rupees '000	
Associated companies	Arif Habib Corporation Limited	- Finance facility utilised	-	500,000
		- Repayment of finance facility	-	500,000
		- Markup on finance facilities	-	1,316
		- Markup on finance facilities paid	-	722
		- Guarantee commission for the period	281	807
	Power Cement Limited	- Contribution paid against expenses	-	422
		- Contribution received against expenses	-	429
	Rotocast Engineering Co (Private) Limited	- Rent and maintenance	4,999	6,403
		- Rent and maintenance paid	4,999	6,403
	Javedan Corporation Limited	- Sales made during the period	3,622	1,326
		- Receipts against sales made during the period	4,237	1,565
	Globe Residency REIT	- Receipts against sales made during the period	-	7,504
Other related parties	Mr. Arif Habib, Chairman	- Contribution received from sponsors - Net	3,000,000	4,718,902
Key management personnel	Chief Executive Officer, Chief Financial Officer & Company Secretary	- Salaries and other employee benefits	9,083	5,956
	Chief Financial Officer & Company Secretary	- Post retirement benefits	281	246
	Non-Executive Director	- Meeting and other expenses	450	300

21. DISCLOSURES RELATING TO SHARIAH COMPLIANCE

	(Unaudited) September 30, 2026	(Audited) June 30, 2026
	Rupees '000	
Disclosures in relation to the statement of financial position - Liability		
i) Mark-up accrued on conventional loan or advance	320,250	235,056
ii) Short-term financing as per islamic mode - note 10	2,071,842	1,936,034
iii) Long-term financing as per islamic mode	-	-
iv) Mark-up accrued on islamic loan or advance	28,894	81,898
Disclosures in relation to the statement of financial position - Assets		
i) Long-term Shariah compliant investments	-	-
ii) Shariah-compliant bank deposits - note 8	212,023	203,931

	(Unaudited)	
	September 30, 2026	September 30, 2025
	Rupees '000	
Disclosures required in relation to the statement of profit or loss and other comprehensive income		
i) Revenue earned from a Shariah compliant business segment - note 12	18,039,273	9,462,646
ii) Break-up of late payments or liquidated damages	-	-
iii) Gain loss or dividend earned on shariah compliant investment or share of profit from shariah-compliant associates	-	-
iv) Profit earned from Shariah compliant bank deposits - note 15	774	1,085
v) Profit earned from Shariah compliant TDRs	-	-
vi) Exchange gain earned from actual currency	-	-
vii) Exchange gains earned using conventional derivative financial instruments	-	-
viii) Profit paid on Islamic mode of financing	82,567	221,621
ix) Total Interest earned on any conventional loan or advance	-	-
Break-up of other income excluding profits in bank deposits and TDRs Shariah compliant income:		
- Scrap sales - note 15	17,910	19,630

21.1 Relationship with shariah compliant financial institutions

Islamic Banks

The Company has facilities with BankIslami Pakistan Limited for Letter of Credit and Istisna amounting to Rs. 1 billion, Export Refinance Scheme amounting to Rs.250 million and bank Guarantee amounting to Rs. 88 million respectively.

The Company has facilities with Dubai Islamic Bank Limited for Wakala Istithmar, Istisna, Letter of Credit, Import Murabaha amounting to Rs. 2 billion including Shipping Guarantee amounting to Rs. 2 billion.

The Company has facilities with MCB Islamic Bank Limited for Letter of Credit, Import Murabaha, Istisna amounting to Rs. 500 million including Letter of Guarantee amounting to Rs. 300 million.

The Company has facilities with Meezan Bank Limited for Istisna and Letter of Credit amounting to Rs. 1.25 billion.

The Company has facilities with National Bank of Pakistan (Islamic) for Istisna amounting to Rs. 500 million.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2026 - (Unaudited)

Window Takaful Operators

The Company has facilities with EFU General Insurance Limited for vehicles insurance and Jubliee life insurance limited for health insurance.

22. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on October 26, 2026.



Chief Executive



Director



Chief Financial Officer

AISHA STEEL
MILLS LIMITED

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