AISHA STEEL MILLS LIMITED

ARIF HABIB GROUP

Purpose Precision Progress

FIRST QUARTERLY REPORT
SEPTEMBER 2025

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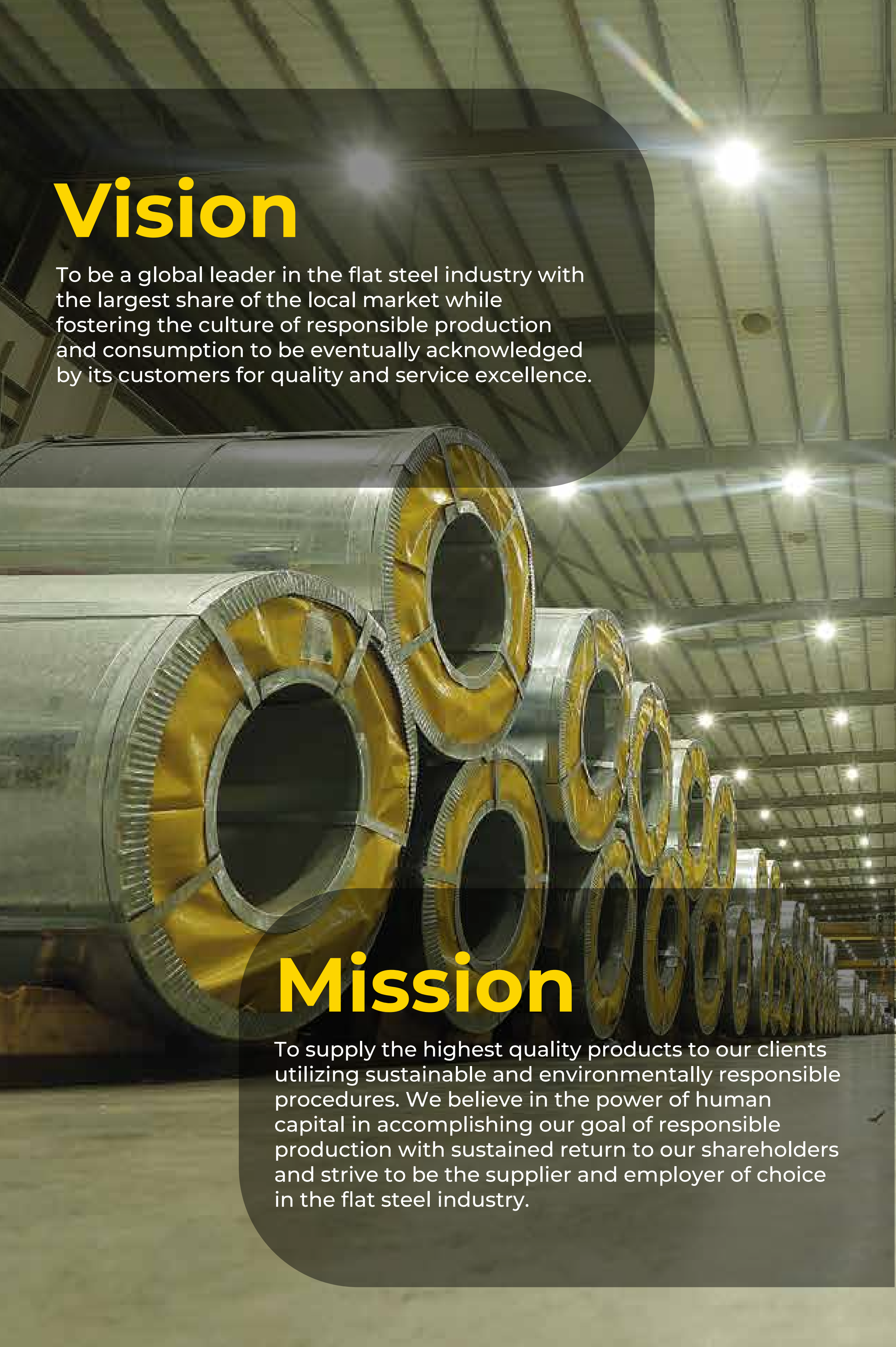
Company Overview

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

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,
Karachi – Pakistan – 74000
Tel: (+92 21) 32468317

PLANT ADDRESS
DSU - 45, Pakistan Steel
Down Stream Industrial Estate, Bin Qasim
Karachi – Pakistan
Tel: (+92 21) 34740160

AUDITORS
A. F. Ferguson & Co.,
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
Fax: (+92 21) 34326053
Email: info@cdcsrsl.com
Website: www.cdcsrsl.com

LEGAL ADVISOR
Ahmed & Qazi
Khalid Anwer & Co.
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, 2025.

Steel Market Review

International steel prices remained more or less stable during the July-September quarter. In the flat steel sector, HRC price fluctuated in a narrow band around US$ 475, FOB China. The trade war between America and China further intensified. Steep terrif were imposed by America on many countries including China. Steel exports from Pakistan to America will now be subjected to 50% tariff instead of the previous 25%, making exports to the region very challenging. However, exports to other regions may increase.

The local automotive and white goods industries are doing well. The demand for both CRC and GI has also improved. The local manufacturers continue to face stiff competition from importers. However, after enforcement of 10% sales tax on FATA/PATA and implementation of anticircumvention bill by NTC, the share of local producers is expected to rise gradually.

Operational Review

The total quantity sold during the Jul-Sep 2025 Qtr. was 43,376 tons as compared to 20,504 tons sold during the corresponding period last year, showing an increase about 112%. The exports during the period were 5,856 tons compared to 1,975 tons exported last year.

The total quantity produced during the period was 49,513 tons compared to 23,187 tons in the corresponding period of last year, showing an increase of about 114%.

A brief summary of the financial results as on September 30, 2025 is as follows:

	Quarter ended	
	September 2025	September 2024
	Rs. In Millions	
Revenue	9,463	4,580
Gross profit	922	71
Finance Costs	(525)	(1,130)
Exchange loss - (Net)	(10)	(8)
Profit / (Loss) before tax	20	(1,222)
Profit / (Loss) after tax	82	(843)
EPS / (LPS) - (Rupees)	0.07	(0.93)

The financial numbers of 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 auto sector and the white goods industry are doing fairly well. The consumption of CRC and GI is increasing in these sectors and also showing improvements in the general engineering applications. The local producers expect to see gradual increase in their market share.

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.

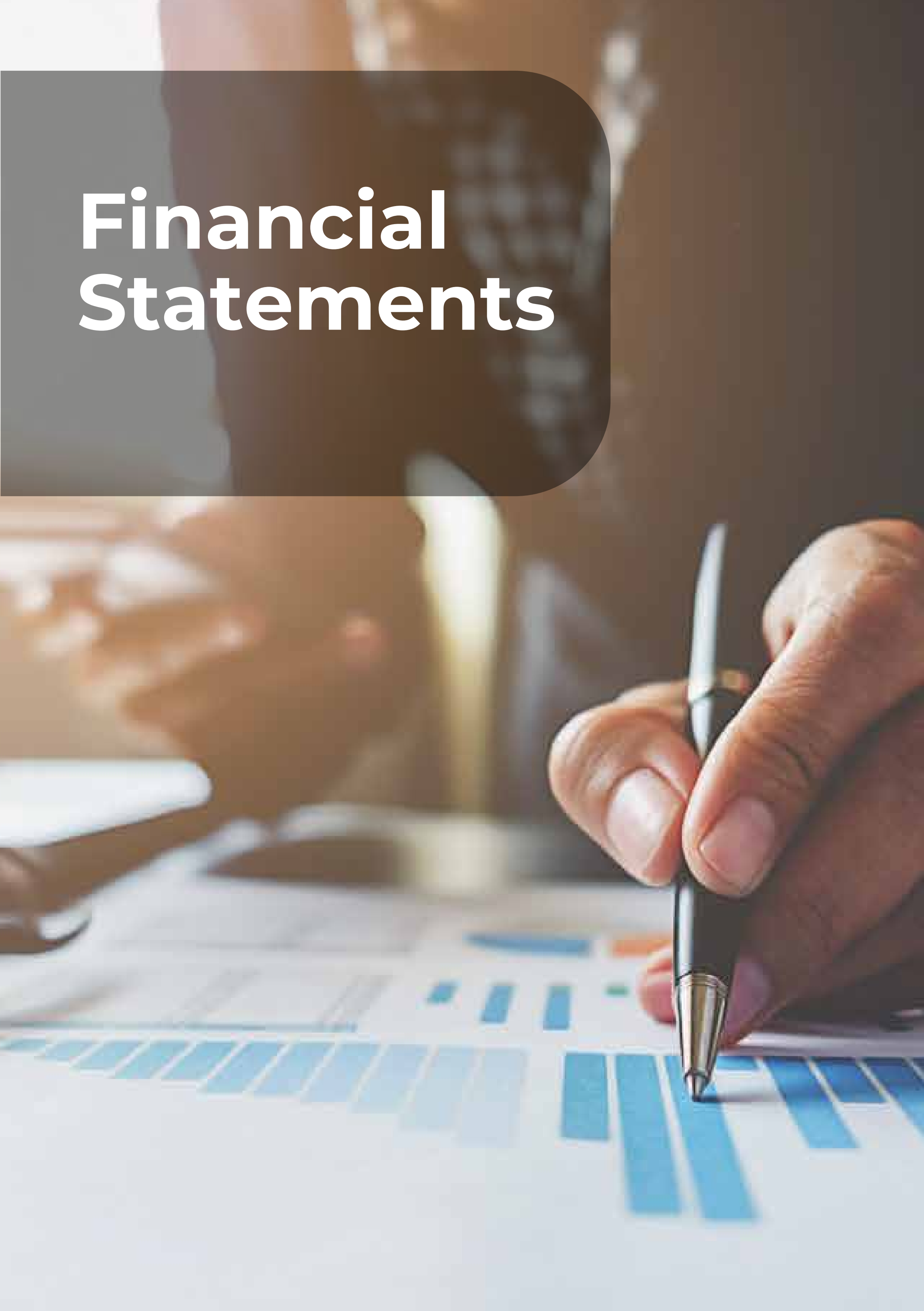
For and on behalf of the Board

Dr. Munir Ahmed
Chief Executive

Kashif Habib
Director

Karachi : October 28, 2025

Financial Statements



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at September 30, 2025 - (Unaudited)

	Note	(Unaudited) September 30, 2025	(Audited) June 30, 2025
		Rupees '000	
ASSETS			
Non-current assets			
Property, plant and equipment	5	19,409,113	19,594,487
Intangible assets		35,929	37,368
Long-term advances		279	279
Long-term deposits		73,712	65,613
Deferred tax asset		3,596,312	3,407,688
		23,115,345	23,105,435
Current assets			
Inventories	6	12,271,957	8,101,475
Trade and other receivables	7	1,198,157	1,477,417
Loans, advances and prepayments		574,736	543,452
Tax refunds due from government - Sales tax		597,336	280,611
Taxation - payments less provision		4,667,139	4,795,775
Cash and bank balances	8	391,109	452,292
		19,700,434	15,651,022
Total assets		42,815,779	38,756,457
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital			
Ordinary shares		9,300,159	9,300,159
Cumulative preference shares		444,950	444,950
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		2,210,271	2,214,080
Capital reduction reserve		667,686	667,686
Accumulated loss		(443,552)	(529,401)
Contribution from sponsor	9	15,000,000	10,281,098
		25,417,055	20,616,113
Liabilities			
Non-current liabilities			
Long-term finance - secured	10	-	-
Lease liabilities		153,733	152,174
Employee benefit obligations		276,138	260,206
		429,871	412,380
Current liabilities			
Trade and other payables		1,096,741	1,070,049
Provisions		497,195	497,195
Short-term borrowings - secured	11	14,390,177	15,069,089
Unclaimed dividend		2,378	2,378
Current maturity of long-term finance		602,210	593,580
Current maturity of lease liabilities		22,691	21,091
Accrued mark-up		357,461	474,582
		16,968,853	17,727,964
Total liabilities		17,398,724	18,140,344
Contingencies and commitments	12		
Total equity and liabilities		42,815,779	38,756,457

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

Chief Financial Officer **Chief Executive** **Director**

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Period Ended September 30, 2025 - (Unaudited)

	Note	(Unaudited) September 30, 2025	(Unaudited) September 30, 2024
		Rupees '000	
Revenue from contracts with customers	13	9,462,646	4,580,421
Cost of sales		(8,540,635)	(4,509,254)
Gross profit		922,011	71,167
Selling and distribution cost	14	(244,139)	(29,197)
Administrative expenses		(145,533)	(128,914)
Operating profit / (loss)		532,339	(86,944)
Other expenses	15	(10,181)	(7,623)
Other income	16	23,255	1,946
Finance costs	17	(525,351)	(1,129,807)
Profit / (loss) before levies and income tax		20,062	(1,222,428)
Levies	18	(13,761)	(3,518)
Profit / (loss) before income tax		6,301	(1,225,946)
Income tax credit	19	75,739	382,823
Profit / (loss) after taxation		82,040	(843,123)
Other comprehensive income		-	-
Total comprehensive income / (loss)		82,040	(843,123)
		Rupees	
Earnings / (loss) per share - Basic	20	0.07	(0.93)

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

Chief Financial Officer | Chief Executive | Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Period Ended September 30, 2025 - (Unaudited)

	Share capital			Reserves			Contribution from sponsor (Note 09)	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	Accumulated loss		
	Rupees '000							
Balance as at July 1, 2024	9,300,159	444,950	(1,762,459)	2,229,316	667,686	827,326	4,000,000	15,706,978
Incremental depreciation net of deferred tax transferred	-	-	-	(13,518)	-	13,518	-	-
Total comprehensive loss for the period ended September 30, 2024								
- Loss for the period	-	-	-	-	-	(843,123)	-	(843,123)
- Contribution received from sponsor - net							2,904,500	2,904,500
- Other comprehensive income for the period	-	-	-	-	-	-	-	-
	-	-	-	-	-	(843,123)	2,904,500	2,061,377
Balance as at September 30, 2024	9,300,159	444,950	(1,762,459)	2,215,798	667,686	(2,279)	6,904,500	17,768,355
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

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

Chief Financial Officer

Chief Executive

Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the Period Ended September 30, 2025 - (Unaudited)

	(Unaudited) September 30, 2025	(Unaudited) September 30, 2024
	Rupees '000	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before levies and income tax	20,062	(1,222,428)
Add / (less): Adjustment for non-cash charges and other items		
Depreciation and amortisation	251,994	247,628
Mark-up charges	511,998	1,095,084
Unwinding of long-term finance	8,630	34,518
Finance lease charges	4,723	205
Provision for staff retirement benefit	16,726	13,561
(Gain) / loss on disposal of fixed assets	(296)	465
Return on PLS savings accounts	(3,329)	(2,411)
	790,446	1,389,050
Profit before working capital changes	810,508	166,622
Effect on cash flow due to working capital changes		
(Increase) / decrease in current assets		
Inventories	(4,170,482)	1,405,939
Trade and other receivables	279,260	1,909,203
Loans, advances and prepayments	(31,284)	96,399
Tax refunds due from Government - Sales tax	(316,725)	(295,854)
	(4,239,231)	3,115,687
Increase / (decrease) in current liabilities		
Trade and other payables	26,692	(2,699,357)
Net cash (used in) / generated from operations	(3,402,031)	582,952
Income tax paid	(298,067)	(106,522)
Income tax refund	300,056	-
Mark-up on loans paid	(629,119)	(1,336,803)
Staff retirement benefit paid	(794)	(5,856)
Decrease / (increase) in long-term deposits	(8,099)	285
Net cash used in operating activities	(4,038,054)	(865,944)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(72,066)	(104,131)
Return on PLS accounts	3,331	2,411
Sale proceeds from disposal of property, plant and equipment	7,181	285
Net cash used in investing activities	(61,554)	(101,435)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term finance	-	(409,518)
Loan from related party - net	-	450,000
Short-term loan obtained	11,896,899	9,280,677
Short-term loan repaid	(12,799,680)	(12,388,657)
Contributions received from associated undertaking - net	4,718,902	2,904,500
Lease rental paid	(1,564)	(8,301)
Net cash generated from / (used in) financing activities	3,814,557	(171,299)
Net decrease in cash and cash equivalents	(285,051)	(1,138,678)
Cash and cash equivalents at beginning of the period	(21)	(1,553,853)
Cash and cash equivalents at end of the period	(285,072)	(2,692,531)

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

Chief Financial Officer	Chief Executive	Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the Period Ended September 30, 2025 - (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 applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and

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

  Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

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, 2025.

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 except for the following:

i) Amendment to IAS 1 - Non - current liabilities with covenants:

This amendment aims to improve the information an entity provides when its right to deter settlement of liability is subject to compliance with covenants within twelve months after the reporting period that affects the classification of a liability. These amendments introduce additional disclosure requirements that enables users of financial statements to understand the risk that the liability could become repayable within twelve months of the reporting period. These amendments only have an impact on the Company's disclosure of long-term borrowings, but not on the measurement, recognition or presentation of any item in these financial statements.

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

The following standards or amendments are not effective for the accounting periods beginning on or after July 1, 2025 and 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.

Other than above, there are standards 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, 2025. 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 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.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2025 - (Unaudited)

3. SIGNIFICANT 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, 2025.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

4.1 The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

However, management believes that the change in outcome of judgements, estimates and assumptions would not have a material impact on the amounts disclosed in these condensed interim financial statements.

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, 2025.

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, 2025.

	(Unaudited) September 30, 2025	(Audited) June 30, 2025
	Rupees '000	
5. PROPERTY, PLANT AND EQUIPMENT		
Operating assets - note 5.1	17,097,087	17,245,566
Major spare parts and stand-by equipment	2,312,026	2,348,921
	19,409,113	19,594,487

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

	(Unaudited)			
	Additions (at cost)		Disposals (at net book value)	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	Rupees '000			
Owned assets:				
Building and civil works on leasehold land	-	-	-	-
Plant and machinery	95,484	21,071	-	-
Electrical equipment	515	-	-	-
Office equipment	2,043	-	96	-
Furniture and fixtures	-	-	-	-
Motor vehicles	-	-	-	-
Right of use assets:				
Motor vehicles	10,918	8,790	6,788	1,499
	108,960	29,861	6,884	1,499

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2025 - (Unaudited)

		(Unaudited) September 30, 2025	(Audited) June 30, 2025
		Rupees '000	
6.	**INVENTORIES**		
	Raw material [including in transit Rs. 489.76 million (June 30, 2025: Rs. Nil)]	6,082,754	3,063,673
	Work-in-process	699,396	390,580
	Finished goods [including coil end sheets Rs. 107.16 million (June 30, 2025: Rs. 182.45 million)]	3,989,086	3,147,684
		10,771,236	6,601,937
	Stores	1,002,599	987,904
	Spares	498,122	511,634
		1,500,721	1,499,538
		12,271,957	8,101,475
7.	**TRADE AND OTHER RECEIVABLES**		
	Trade receivables - considered good:		
	Not yet due from related parties	2,367	9,872
	Not yet due from other parties	1,050,527	1,321,882
		1,052,894	1,331,754
	Other receivables:		
	Receivable from Etimaad Engineering (Private) Limited	138,485	138,485
	Others	6,778	7,178
		145,263	145,663
		1,198,157	1,477,417
8.	**CASH AND BANK BALANCES**		
	Cash at bank		
	Conventional		
	- On savings accounts		
	Local currency - note 8.1	54,179	41,475
	- On current accounts		
	Local currency	9,653	97,942
	Foreign currency	164,840	163,158
		174,493	261,100
		228,672	302,575
	Islamic		
	- On savings accounts		
	Local currency - note 8.2	149,979	143,104
	- On current accounts		
	Local currency	12,118	6,388
		162,097	149,492
	Cash in hand	340	225
		391,109	452,292

8.1 At September 30, 2025, the rates of mark up on PLS savings accounts 9.5% (June 30, 2025: 6.5% to 9.5%) per annum.

8.2 These are shariah compliant bank balances and carry profit at rates ranging from 4.3% to 9% (June 30, 2025: 4.3% to 5.5%) per annum as at September 30, 2025.

9. CONTRIBUTION FROM SPONSOR

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.

- During the period, the Sponsor made net additional investment of Rs. 4.72 billion under the same terms and conditions.

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 accrued markup as at September 30, 2025 in respect of the above mentioned agreement amounts to Rs. 3,044.19 million (June 30, 2025: Rs. 2,666.16 million).

	(Unaudited) September 30, 2025	(Audited) June 30, 2025
	Rupees '000	
10. LONG-TERM FINANCE - secured		
Loan for expansion project - note 10.1		
- Conventional	351,160	377,086
- Islamic	242,420	195,084
	593,580	572,170
Impact of unwinding - finance cost	8,630	21,410
	602,210	593,580
Less: Current maturity of long-term finance	(602,210)	(593,580)
	-	-

10.1 The facility carries mark-up ranging between 6 months KIBOR plus 1.9% per annum to be determined on semi-annual basis to mark up at 6 months KIBOR prevailing one day before the first Musharaka contribution date, plus a margin of 1.9% per annum to be determined on semi-annual basis. It is repayable in 10 consecutive semi-annual installments in arrears from December 2021 to June 2026. Further, Markup on Conventional and Islamic LTF facility is chargeable at the rate of 6% and 5% respectively.

	(Unaudited) September 30, 2025	(Audited) June 30, 2025
	Rupees '000	
11. SHORT-TERM BORROWINGS - secured		
Short term finance facilities under:		
- Running finance under mark-up arrangement	676,181	452,313
- Istisna-cum-Wakala arrangement - Islamic	1,752,418	2,463,497
- Finance against Trust Receipts:		
- Conventional	10,668,670	9,653,399
- Islamic	1,292,908	2,499,880
	14,390,177	15,069,089

12. CONTINGENCIES AND COMMITMENTS

12.1 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, 2025 except for the following:

Subsequent to the reporting period, the Company received an Order from the Competition Commission of Pakistan (CCP), dated October 07, 2025. The order imposed penalty of Rs. 648.3 million for alleged non-compliance of provisions of Competition Act, 2010.

The Company is filing appeal before the Competition Appellate Tribunal to challenge the said order. The Company, based on the advice of its legal counsel, expects a favorable outcome in the matter. Accordingly, no provision has been made in these financial statements.

12.2 Commitments

Commitments for capital expenditure outstanding as at September 30, 2025 amounted to Rs. 248.57 million (June 30, 2025: Rs. 83.73 million).

Commitments under letter of credit for raw materials as at September 30, 2025 amounted to Rs. 6,410.97 million (June 30, 2025: Rs. 7,047.74 million).

The guarantee for sindh infrastructure development cess amounting to Rs. 450 million (June 30, 2025: Rs. 200 million).

	(Unaudited)	
	September 30, 2025	September 30, 2024
	Rupees '000	
13. REVENUE FROM CONTRACTS WITH CUSTOMERS		
Local sale of goods - note 13.1	9,540,642	4,996,543
Sales tax	(1,375,757)	(715,427)
Rebates and discounts	(78,306)	(52,447)
	8,086,579	4,228,669
Exports	1,376,067	351,752
	9,462,646	4,580,421

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2025 - (Unaudited)

13.1 This includes scrap sale of coil-end sheets net of sales tax amounting to Rs. 604.35 million (September 30, 2024: Rs. 326.79 million).

14. SELLING AND DISTRIBUTION COST

This includes freight charges on export sales amounting to Rs. 213.9 million (September 30, 2024: Rs. 6.6 million).

15. OTHER EXPENSES

This includes exchange loss amounting to Rs. 10.18 million (September 30, 2024: Rs. 7.62 million)

	(Unaudited)	
	September 30, 2025	September 30, 2024
	Rupees '000	
16. OTHER INCOME		
Income from financial assets		
Return on savings accounts:		
- conventional	2,244	1,229
- Islamic	1,085	1,182
	3,329	2,411
Income from non-financial assets		
Scrap sales	19,630	-
Gain / (loss) on disposal of operating assets - net	296	(465)
	19,926	(465)
	23,255	1,946
17. FINANCE COSTS		
Mark-up expense:		
- long-term finance	27,370	138,073
- impact of unwinding on long-term finance	8,630	34,518
- short-term borrowings	469,600	949,339
Finance lease charges	4,723	2,205
Bank and other charges	15,028	5,672
	525,351	1,129,807
18. LEVIES		
Minimum tax - note 18.1	13,761	3,518

18.1 This represents minimum tax paid under section 154 of the Income Tax Ordinance, 2001.

	(Unaudited)	
	September 30, 2025	September 30, 2024
	Rupees '000	
19. INCOME TAX CREDIT		
Current		
- for the period	112,885	54,264
Deferred	(188,624)	(437,087)
	(75,739)	(382,823)

	(Unaudited)	
	September 30, 2025	September 30, 2024
	Rupees '000	

20. EARNINGS / (LOSS) PER SHARE

20.1 BASIC

	September 30, 2025	September 30, 2024
Profit / (loss) after taxation attributable to ordinary shareholders	82,040	(843,123)
Adjustment for cumulative preference share dividend	(16,190)	(25,853)
Profit / (loss) after taxation for calculation of basic profit / (loss) per share	65,850	(868,976)
Weighted average number of ordinary shares outstanding at the end of period (in thousand)	930,016	930,016
Basic earnings / (loss) per share	0.07	(0.93)

20.2 DILUTED

Diluted earnings per share has not been presented for period ended September 30, 2025 as it has anti-dilutive effect on the earnings per share.

21. TRANSACTIONS WITH RELATED PARTIES

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

			(Unaudited)	
			September 30, 2025	September 30, 2024
Relationship	Name of company	Nature of transaction	Rupees '000	
Associated companies	Arif Habib Corporation Limited	- Finance facility utilised	500,000	1,250,000
		- Repayment of finance facility utilised	500,000	800,000
		- Long-term loan repaid	-	14,217
		- Mark-up on finance facilities	1,316	10,512
		- Mark-up on finance facilities paid	722	32,570
		- Guarantee commission	319	326
		- Guarantee commission paid	319	326
	Power Cement Limited	- Contribution paid against expenses	422	-
		- Contribution received against expenses	429	2,000
	Rotocast Engineering Co. (Private) Limited	- Rent and maintenance	6,403	4,221
		- Rent and maintenance paid	6,403	4,221
	Javedan Corporation Limited	-Sales made during the period	1,326	-
		-Receipts against sales made during the period	1,565	-
	Globe Residency REIT	-Receipts against sales made	7,504	-
Other related parties	Mr. Arif Habib, Chairman	- Contribution received from sponsors	4,718,902	2,904,500
Key management personnel	Chief Executive Officer, Chief Financial Officer & Company Secretary	- Salaries and other employee benefits	5,956	7,300
	Chief Financial Officer & Company Secretary	- Post retirement benefits	246	196
	Non-Executive Director	- Meeting and other expenses	300	325

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Period Ended September 30, 2025 - (Unaudited)

22. DISCLOSURES RELATING TO SHARIAH COMPLIANCE

	(Unaudited) September 30, 2025	(Audited) June 30, 2025
	Rupees '000	
Disclosures in relation to the statement of financial position - Liability		
i) Mark-up accrued on conventional loan or advance	293,557	326,318
ii) Short-term financing obtained as per islamic mode - note 11	3,045,326	4,963,377
iii) Long-term financing obtained as per islamic mode	-	250,296
iv) Mark-up accrued on islamic loan or advance	63,904	148,264
Disclosures in relation to the statement of financial position - Assets		
i) Shariah-compliant bank deposits - note 8	162,097	149,492

	(Unaudited)	
	September 30, 2025	September 30, 2024
	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 13	9,462,646	4,580,421
ii) Profit earned from Shariah compliant bank deposits - note 16	1,085	1,182
iii) Profit paid on Islamic mode of financing	221,621	192,420
Break-up of other income excluding profits in bank deposits and TDRs		
Shariah compliant income:		
- Scrap sales - note 16	19,630	-

22.1 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. 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. 2.5 billion including Shipping Guarantee amounting to Rs. 2 billion.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
For the Period Ended September 30, 2025 - (Unaudited)

The Company has facilities with MCB Islamic Bank Limited for Letter of Credit, Import Murabaha, Istisna amounting to Rs. 500 million and Letter of Guarantee and Ijaraha amounting to Rs. 300 million and Rs. 100 million respectively .

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.

Window Takaful Operators

The Company has facilities with EFU General Insurance Limited for vehicles insurance and EFU Life Assurance Limited for health insurance.

23. 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 28, 2025

Chief Financial Officer | Chief Executive | Director

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