

April 20, 2026

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

SUBJECT: FINANCIAL RESULTS FOR THE NINE MONTHS ENDED MARCH 31, 2026

Dear Sir,

This is to inform you that the Board of Directors of the Company in their meeting held on April 20, 2026 at 03:30 pm recommended the following:

(i)	CASH DIVIDEND	NIL
(ii)	BONUS SHARES	NIL
(iii)	RIGHT SHARES	NIL
(iv)	ANY OTHER ENTITLEMENT/CORPORATE ACTION	NIL
(v)	ANY OTHER PRICE SENSITIVE INFORMATION	NIL

The financial results of the Company for the nine months ended March 31, 2026 are enclosed.

The report for the nine months ended March 31, 2026, will be transmitted electronically through PUCARS within the specified timeframe.

Yours Sincerely,



Salman Gogan
Company Secretary

Encl: as above

c.c
Executive Director/HOD
Offsite-II Department, Supervision Division
SECP, 63, NIC Building, Jinnah Avenue
Blue Area, Islamabad.

POWER CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026

		(Unaudited) March 31, 2026	(Audited) June 30, 2025
	Note	(Rupees in '000)	
ASSETS			
Non-current assets			
Property, plant and equipment	5	33,389,563	33,682,318
Right-of-use asset		67,816	83,465
Long-term investment		-	21,589
Deferred tax asset		2,312,170	2,751,777
Long-term deposits		62,069	62,069
		35,831,618	36,601,218
Current assets			
Inventories	6	2,011,662	2,056,194
Stores, spares and loose tools	7	5,735,741	3,828,520
Trade receivables - considered good	8	378,264	343,571
Advances and other receivables		1,705,682	922,348
Taxation - payments less provision		-	659,995
Derivative financial asset		462,837	1,474,289
Trade deposits and short-term prepayments		203,119	157,242
Short-term investments		295,252	140,457
Cash and bank balances	9	259,366	1,496,175
		11,051,923	11,078,791
TOTAL ASSETS		46,883,541	47,680,009
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital			
Ordinary shares	10	12,917,330	12,905,237
Cumulative preference shares		733,464	742,534
		13,650,794	13,647,771
Reserves			
Capital reserve			
Share premium		739,493	739,493
Difference on conversion of cumulative preference shares into ordinary shares		(570,797)	(567,774)
Revenue reserve			
Accumulated loss		(2,757,781)	(5,290,233)
		(2,589,085)	(5,118,514)
Contribution from associated undertakings		13,300,000	15,000,000
TOTAL EQUITY		24,361,709	23,529,257
LIABILITIES			
Non-current liabilities			
Long-term financing - secured		8,018,885	12,601,197
Long-term lease liability		69,815	83,394
Staff retirement benefits		386,720	356,996
		8,475,420	13,041,587
Current liabilities			
Trade and other payables		3,474,336	2,941,878
Contract liabilities		925,864	1,184,278
Unclaimed dividend		126	126
Accrued mark-up		645,575	1,085,284
Short-term financing - secured		5,234,645	4,311,176
Taxation - payments less provision		120,021	-
Current portion of long-term lease liability		17,424	12,900
Current portion of long-term financing		3,628,421	1,573,523
		14,046,412	11,109,165
TOTAL LIABILITIES		22,521,832	24,150,752
Contingencies and commitments	11		
TOTAL EQUITY AND LIABILITIES		46,883,541	47,680,009

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME - UNAUDITED
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Note	Nine months period ended		Quarter ended	
		March 31, 2026 (Rupees in '000)	March 31, 2025	March 31, 2026 (Rupees in '000)	March 31, 2025
Revenue from contracts with customers	12	25,629,170	21,004,306	9,169,036	7,182,203
Cost of sales		(16,582,598)	(15,205,451)	(6,104,097)	(5,129,858)
Gross profit		9,046,572	5,798,855	3,064,939	2,052,345
Selling and distribution expenses	13	(2,667,090)	(1,993,243)	(1,041,139)	(626,031)
Administrative expenses		(505,583)	(433,456)	(122,005)	(143,550)
Impairment loss on trade receivables		(5,984)	(12,021)	-	-
Other expenses		(350,528)	(84,885)	(111,594)	(111,177)
		(3,529,185)	(2,523,605)	(1,274,738)	(880,758)
Profit from operations		5,517,387	3,275,250	1,790,201	1,171,587
Finance income		37,868	29,811	20,544	15,330
Finance cost		(1,447,651)	(2,542,805)	(451,143)	(639,088)
Finance income / (cost) - net		(1,409,783)	(2,512,994)	(430,599)	(623,758)
Profit before taxation and levy		4,107,604	762,256	1,359,602	547,829
Levy		(324,174)	(63,756)	(117,821)	(17,428)
Profit before taxation		3,783,430	698,500	1,241,781	530,401
Taxation		(1,250,978)	(350,573)	(370,736)	(214,843)
Profit after taxation and levy		2,532,452	347,927	871,045	315,558
Other comprehensive income :					
Items that are or may be reclassified subsequently to profit or loss					
Changes in fair value of cash flow hedges		(1,011,451)	(834,390)	(484,490)	(481,285)
Adjustment for amounts transferred to profit or loss		1,011,451	834,390	484,490	481,285
		-	-	-	-
Related deferred tax		-	-	-	-
Hedging Reserve		-	-	-	-
Total comprehensive income for the year		2,532,452	347,927	871,045	315,558
		------(Rupees)-----			
Earnings per share					
-Basic	14.1	1.91	0.07	0.66	0.22
-Diluted	14.2 & 14.3	1.82	0.07	0.62	0.22

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - UNAUDITED
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Share Capital	Difference on conversion of cumulative preference shares into ordinary shares	Capital reserve	Revenue reserve	Contribution from associated undertakings	Total Equity
	Issued, subscribed and paid up capital		Share premium	Accumulated loss		
	← (Rupees in '000) →					
Balance as at July 1, 2024	13,201,175	(121,178)	739,493	(6,100,369)	11,700,000	19,419,121
Contribution received - net	-	-	-	-	3,300,000	3,300,000
Cumulative preference shares of Rs.10 each converted into 1.333 ordinary shares of Rs. 10 each during the period	202,758	(202,758)	-	-	-	-
	202,758	(202,758)	-	-	3,300,000	3,300,000
Total comprehensive income for the period						
Profit for the period	-	-	-	347,927	-	347,927
Balance as at March 31, 2025	<u>13,403,933</u>	<u>(323,936)</u>	<u>739,493</u>	<u>(5,752,442)</u>	<u>15,000,000</u>	<u>23,067,048</u>
Balance as at July 1, 2025	13,647,771	(567,774)	739,493	(5,290,233)	15,000,000	23,529,257
Contribution repaid - net	-	-	-	-	(1,700,000)	(1,700,000)
Cumulative preference shares of Rs.10 each converted into 1.333 ordinary shares of Rs. 10 each during the period	3,023	(3,023)	-	-	-	-
	3,023	(3,023)	-	-	(1,700,000)	(1,700,000)
Total comprehensive income for the period						
Profit for the period	-	-	-	2,532,452	-	2,532,452
Balance as at March 31, 2026	<u>13,650,794</u>	<u>(570,797)</u>	<u>739,493</u>	<u>(2,757,781)</u>	<u>13,300,000</u>	<u>24,361,709</u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

POWER CEMENT LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS - UNAUDITED
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Note	March 31, 2026 (Rupees in '000)	March 31, 2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	15	3,948,096	4,691,213
Gratuity paid		(53,405)	(25,719)
Leave encashment paid		(7,274)	(5,207)
Income tax and levy paid		(356,892)	(314,145)
Deposits paid		-	(6,000)
Finance cost paid - Islamic		(1,790,932)	(3,731,712)
Finance cost paid - Conventional		(4,931)	(64,920)
		(2,213,434)	(4,147,703)
Net cash generated from operating activities		1,734,662	543,510
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure - operations		(405,101)	(432,085)
Proceeds from sale of property, plant and equipment		374	1,436
Short-term investment made		(132,000)	(8,000)
Proceeds from realization of long term investment		-	2,917
Finance income received		33,596	28,688
Net cash used in investing activities		(503,131)	(407,044)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long-term financing		(1,573,523)	(1,339,937)
Repayment of long-term trade payables		(96,065)	(163,870)
Proceeds from short-term financing		901,186	2,050,000
Lease rentals paid		(22,221)	(27,369)
(Repayment to) / Contribution from associated undertakings - net		(1,700,000)	3,300,000
Net cash (used in) / generated from financing activities		(2,490,623)	3,818,824
Net increase / (decrease) in cash and cash equivalents		(1,259,092)	3,955,290
Cash and cash equivalents at beginning of the period		1,235,232	(4,511,699)
Cash and cash equivalents at end of the period	16	(23,860)	(556,409)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive


Director

**DIRECTORS' REVIEW
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026**

The Board of Directors of your Company present herewith their review on the financial and operational performance of the Company for the nine months period ended March 31, 2026.

Economic Overview

Pakistan's economy is expected to maintain its recovery momentum, with GDP growth projected at 3.5% in FY2026 and 4.5% in FY2027 (Asian Development Bank's Asian Development Outlook (April 2026)). This forecast is supported by a rebound in manufacturing and increased private investment. Improving macroeconomic stability and fiscal incentives, particularly for the construction sector, are expected to further support economic activity. However, the outlook remains subject to downside risks arising from global economic uncertainty and geopolitical tensions, particularly in the Middle East, which may place pressure on inflation, external balances and overall growth. Continued adherence to structural reforms will be critical to sustaining this momentum.

Industry Overview

Pakistan's cement industry showed a recovery during the nine months ended March 31, 2026, posting an overall growth of 9.80% after experiencing contraction over the past three years. Domestic dispatches increased by 10.61%, supported by improved public sector development spending and a gradual improvement in private sector activity. Export volumes also registered a growth of 6.25% with uptick in prices.

In the North Zone, domestic dispatches recorded a strong increase of 12.14%. However, export dispatches declined significantly by 28.54%. Despite this, total dispatches in the region grew by 10.29%, primarily driven by local demand.

The South Zone witnessed comparatively moderate performance. Domestic dispatches rose by 3.47%, while exports increased by 13.45%, resulting in an overall growth of 8.64% in total dispatches.

Looking ahead, the outlook remains uncertain. The continuing Iran-US tensions are expected to disrupt expectations of steady growth in cement demand. While government-led development spending and housing finance subsidized initiatives may continue to provide some support, rising inflation and declining purchasing power are likely to weigh on domestic demand and may slow the recent recovery trend.

Production & Sales Performance

The production and sales statistics for the nine months period ended March 31, 2026 compared to the corresponding period are as follows:

Production	Nine Months Ended		
	March 31, 2026	March 31, 2025	Variance
	In Tons		
Clinker production	1,728,727	1,476,528	17.08%
Cement production	1,264,167	1,232,867	2.54%

Sales	Nine Months Ended		
	March 31, 2026	March 31, 2025	Variance
	In Tons		
Clinker & Cement dispatches (Local)	1,042,843	1,017,395	2.50%
Clinker dispatches (Export)	630,218	390,622	61.34%
Cement dispatches (Export)	269,650	259,043	4.09%
Total	1,942,711	1,667,060	16.54%

Financial Performance

An analysis of the key financial results of your Company for the nine months period ended March 31, 2026 is as under:

Particulars	Nine Months Ended	
	March 31, 2026	March 31, 2025
	Rs. ' 000 '	
Net Sales Revenue	25,629,170	21,004,306
Gross Profit	9,046,572	5,798,855
EBITDA	6,230,516	3,916,787
Operating Profit	5,517,387	3,275,250
Finance Cost -Net	1,409,783	2,512,994
Profit Before Taxation and Levy	4,107,604	762,256
Profit After Taxation and Levy	2,532,452	347,927
EPS - Basic	1.91	0.07
EPS - Diluted	1.82	0.07

During the nine months ended March 31, 2026, your Company demonstrated a significant improvement in financial performance over the corresponding period last year, supported by higher sales volumes, stronger margins, and a substantial reduction in finance costs.

Net sales revenue increased by 22.02% to Rs. 25.63 billion from Rs. 21 billion. This translated into a marked increase in gross profit, which rose by 56.01% to Rs. 9.05 billion compared to Rs. 5.80 billion last year, reflecting enhanced operational efficiency and favorable cost management.

EBITDA registered a robust growth of 59.07%, increasing to Rs. 6.23 billion from Rs. 3.92 billion, while operating profit grew by 68.46% to Rs. 5.52 billion, underscoring the strong performance of the Company's core operations.

Net finance costs declined significantly by 44% to Rs. 1.40 billion from Rs. 2.51 billion, primarily due to reduced borrowing levels, easing interest rates, and prudent financial management. Additionally, support from associated undertakings, in the form of contribution towards mark-up obligations, helped alleviate cash flow pressures during the period.

Consequently, profit before taxation and levy increased substantially to Rs. 4.11 billion from Rs. 0.76 billion, while profit after taxation and levy surged to Rs. 2.53 billion compared to Rs. 0.35 billion in the same period last year. Earnings per share improved to Rs. 1.91 (basic) and Rs. 1.82 (diluted), as against Rs. 0.07, reflecting the Company's strengthened profitability and improved financial position.

Future Outlook

The recent positive assessment by the IMF and the expected approval of a US\$1.21 billion tranche are likely to strengthen external accounts, support currency stability and enhance investor confidence. However, a prolonged continuation of the Iran-US tensions can create significant stresses in the situation. Improving performance across key sectors, moderating inflation, better fiscal management and rising industrial activity indicate a gradual strengthening of economic conditions, although continued reform momentum remains important. The recently announced subsidized housing finance scheme by the Government is expected to have a positive impact on the industry, subject to its effective implementation.

The Company's 7.5 MW wind power project is progressing well and is expected to commence operations in the coming months of FY-2026, supporting cost optimization and sustainability objectives. While global uncertainties persist, the improving macroeconomic environment is expected to support demand recovery and stable financing conditions.


The recent ceasefire in the US-Iran conflict has eased immediate geopolitical pressures, leading to some moderation in global oil prices. The Company remains hopeful that the Government will take appropriate measures towards the challenges created by the impact of the international oil prices to the domestic market, easing energy costs and inflationary pressures, as the energy markets are likely remained sensitive to any increase in the tensions.

Despite these risks, the Company remains well-positioned to sustain growth and enhance long-term shareholder value.


Acknowledgement

The Directors place on record their sincere appreciation for the dedication, hard work, and continued commitment of the Company's employees at all levels. The Board also extends its gratitude to shareholders, customers, business partners, and other stakeholders for their continued trust and confidence in the Company.

For and on behalf of the Board of Directors



Muhammad Kashif
Chief Executive Officer



Muhammad Arif Habib
Chairman