



Century Paper & Board Mills Limited

Rooted, Resilient and Renewed



Third Quarter Report
March **2026**

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Corporate Information

Board of Directors

Iqbal Ali Lakhani	- Chairman
Amin Mohammed Lakhani	
Babar Ali Lakhani	
Anushka Lakhani	
Asif Qadir	
Ali Aamir	
Aftab Ahmad	- Chief Executive Officer

Advisor

Sultan Ali Lakhani

Audit Committee

Ali Aamir	- Chairman
Amin Mohammed Lakhani	
Babar Ali Lakhani	

Human Resource & Remuneration Committee

Asif Qadir	- Chairman
Amin Mohammed Lakhani	
Anushka Lakhani	
Aftab Ahmad	

Sustainability Committee

Asif Qadir	- Chairman
Anushka Lakhani	
Aftab Ahmad	

Chief Financial Officer

Muhammad Rashid Dastagir
Email: rashid-dastagir@centurypaper.com.pk

Company Secretary

Mansoor Ahmed
Email: mansoor-ahmed@centurypaper.com.pk

External Auditors

BDO Ebrahim & Co.
Chartered Accountants
Email: info@bdoebrahim.com.pk

Shares Registrar

FAMCO Share Registration Services (Private) Limited
8-F, Near Hotel Faran, Nursery, Block-6, P.E.C.H.S. Shahra-e-Faisal, Karachi.
Phone: (021) 34380101-5, 34384621-3 Fax: (021) 34380106
Email: info.shares@famcosrs.com
Website: www.famcosrs.com

Head Office and Registered Office

Lakson Square, Building No.2, Sarwar Shaheed Road, Karachi-74200, Pakistan.
Phone: (021) 38400000
Fax: (021) 35684336, 35683410
Email: info@centurypaper.com.pk
Website: www.centurypaper.com.pk

Lahore Office

14-Ali Block, New Garden Town, Lahore-54600, Pakistan.
Phone: (042) 35886801-4 Fax: (042) 35830338

Mills

62 KM, Lahore-Multan Highway, N-5, District Kasur, Pakistan.
Phone: (049) 4511464-5, 4510061-2 Fax: (049) 4510063



Directors' Review

On behalf of the Board of Directors, we are pleased to present the performance review of your Company together with the unaudited financial statements for the period under review (July 2025 to March 2026) that ended on March 31, 2026.

OPERATIONS AND SALES REVIEW

During the period under review, the Company produced 135,897 metric tons (L.Y. 124,788 metric tons) including 44,720 metric tons for the 3rd quarter (L.Y. 39,195 metric tons). The sales volumes for the period under review stood at 145,005 metric tons (L.Y. 130,559 metric tons) including 49,759 metric tons for the 3rd quarter (L.Y. 42,528 metric tons). In terms of value, the net sales were recorded at Rs. 29,944 million (L.Y. Rs. 28,980 million).

The financial year commenced with improved market activity; however, a slowdown was observed during the second quarter. Sales and production volumes rebounded in the third quarter, with volumes increasing by 13% compared to the preceding quarter and 17% over the corresponding quarter. Consequently, cumulative sales volumes for the nine-month period were 11% higher than the corresponding period last year.

The Coated Duplex Machine (PM-7) operated at consistently higher levels, reflecting a notable improvement in capacity utilization compared to the corresponding year. Utilization of the Coated Bleached Board Machine (PM-4) also improved during the quarter and the nine-month period, following the introduction of a modified product mix. Meanwhile, sales volumes for paper products and corrugated boxes remained largely unchanged. Enhanced capacity utilization of the plants has contributed positively to energy efficiency.

FINANCIAL PERFORMANCE

The Company posted a gross profit of Rs. 1,773 million (L.Y. Rs. 2,183 million) for the period under review. Encouragingly, gross profit for the third quarter increased to Rs. 793 million (7.7% of sales), nearly doubling compared to Rs. 380 million (4.2% of sales) in the corresponding quarter and Rs. 401 million (4.4% of sales) in the preceding quarter. This improvement was driven by stronger margins, supported by a better sales mix and lower raw material and fuel costs, partially offsetting earlier pressures. Consequently, the operating profit for the period under review stood at Rs. 951 million (L.Y. Rs. 1,455 million). The finance cost for the period ended March 31, 2026, decreased significantly to Rs. 861 million (L.Y. Rs. 1,317 million), reflecting the benefit of lower interest rates prevailing during the period.

The Company reported a profit before tax of Rs. 91 million for the period, compared to a profit before tax of Rs. 138 million in the corresponding period last year. After tax, the Company recorded a loss of Rs. 336 million, as against a profit after tax of Rs. 69 million in the corresponding period last year.

The tax expense increased significantly during the period, mainly attributable to prudent adjustments in the recognition of deferred tax assets associated with adjustable turnover tax balances.

Directors' Review

EARNINGS PER SHARE

The basic earnings per share (EPS) for the period under review was reported at Rs. (0.84), compared to Rs. 0.17 in the corresponding period of last year. There is no dilution effect on the earnings per share for the period under review.

NEAR TERM OUTLOOK

The Large-Scale Manufacturing (LSM) sector recorded overall growth during the period, reflecting a gradual recovery in industrial and consumer activity. FMCG-related segments, particularly food, beverages, and tobacco, posted encouraging performance, indicating improving consumer demand. This has supported underlying demand for packaging materials and provided a consistent demand base for the Paper & Board sector.

However, the overall outlook remains subject to evolving macroeconomic conditions, including uncertainties arising from the ongoing Middle East conflict. In addition, although an anti-circumvention duty on Coated Bleached Board has been announced, the local industry has yet to derive its intended benefits due to ongoing litigation. Accordingly, while demand fundamentals remain intact, the near-term outlook is expected to remain cautious, closely linked to broader economic developments and the effective implementation of measures to ensure a level playing field for the local industry.

On the cost side, both local & imported raw material and fuel prices are trending upward amid higher local and sea freight rates in current geo-political situation. While the Company has secured adequate inventories at favorable rates for the near term, cost escalation is expected to partially impact the ensuing quarter. Higher working capital requirements, along with increased interest rates, are expected to exert upward pressure on finance costs. The Company is proactively managing these pressures through disciplined price pass-through and an optimized sales mix to protect margins and sustain overall financial performance.

ACKNOWLEDGMENTS

The Directors wish to acknowledge the devotion of the employees of all cadres and are appreciative of their dedication and commitment. They also extend heartfelt appreciation to the Company's suppliers, customers and bankers for their continued confidence and support.

On behalf of the Board of Directors



IQBAL ALI LAKHANI
Chairman



AFTAB AHMAD
Chief Executive Officer

Karachi: April 28, 2026



THIRD QUARTER REPORT MARCH 2026

ڈائریکٹر کا جائزہ

بورڈ آف ڈائریکٹرز کی طرف سے 31 مارچ 2026 کو ختم ہونے والی مدت کے لیے آپ کی کمپنی کی کارکردگی کا جائزہ مع غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرنا ہمارے لیے باعث مسرت ہے۔

پیداوار اور فروخت کا جائزہ

زیر جائزہ مدت کے دوران کمپنی نے مجموعی طور پر 135,897 میٹرک ٹن پیداوار حاصل کی (گزشتہ سال: 124,788 میٹرک ٹن) جس میں سے 44,720 میٹرک ٹن تیسری سہ ماہی میں حاصل کی گئی (گزشتہ سال: 39,195 میٹرک ٹن)۔ اسی مدت کے دوران فروخت کا حجم 145,005 میٹرک ٹن رہا (گزشتہ سال: 130,559 میٹرک ٹن)۔ جس میں سے 49,759 میٹرک ٹن تیسری سہ ماہی میں فروخت ہوا (گزشتہ سال: 42,528 میٹرک ٹن)۔ قدر کے اعتبار سے سیلز ویلیو 29,944 ملین روپے رہی (گزشتہ سال: 28,980 ملین روپے)۔

مالی سال کا آغاز مارکیٹ کی بہتر سرگرمیوں کے ساتھ ہوا۔ تاہم دوسری سہ ماہی کے دوران سست روی دیکھنے میں آئی۔ تاہم سہ ماہی میں فروخت اور پیداوار کے حجم میں اضافہ ہوا۔ پچھلی سہ ماہی کے مقابلے میں حجم میں 13 فیصد اور گزشتہ سال کی اسی مدت کے مقابلے میں 17 فیصد اضافہ ہوا۔ پیچھے زیر جائزہ مدت کے لیے مجموعی فروخت کا حجم گزشتہ سال کی اسی مدت کے مقابلے میں 11 فیصد زیادہ رہا۔

کوئڈ ڈوپلیکس مشین (PM-7) کی پیداوار گزشتہ سال کے مقابلے میں نمایاں طور پر بہتر رہی۔ کوئڈ بلچر بورڈ مشین (PM-4) کے استعمال میں بھی سہ ماہی اور زیر جائزہ مدت کے دوران، سازگار پروڈکٹ کس متعارف کروانے کے بعد بہتری دیکھنے میں آئی ہے۔ دریں اثناء پیپرا اور کورو گیٹڈ کارٹن مصنوعات کی فروخت کا حجم بڑی حد تک یکساں رہا۔ پلانٹس کی استعداد کار میں اضافہ نے توانائی کی بچت میں مثبت کردار ادا کیا ہے۔

مالی کارکردگی

زیر جائزہ مدت میں کمپنی نے 1,773 ملین روپے کا مجموعی منافع حاصل کیا (گزشتہ سال: 2,183 ملین روپے)۔ حوصلہ افزا طور پر، تیسری سہ ماہی میں مجموعی منافع بڑھ کر 793 ملین روپے (فروخت کا 7.7 فیصد) ہو گیا، جو کہ گزشتہ سہ ماہی کے 380 ملین روپے (فروخت کا 4.2 فیصد) اور گزشتہ مدت کے 401 ملین روپے (فروخت کا 4.4 فیصد) کے مقابلے میں تقریباً دو گنا ہے۔ یہ بہتری ایک موزوں سیلکس اور خام مال اور ایندھن سے ہوئی۔ نتیجتاً آپریٹنگ منافع 951 ملین روپے رہا (گزشتہ سال: 1,455 ملین روپے)۔ زیر جائزہ مدت کے لئے مالی اخراجات نمایاں طور پر کم ہو کر 861 ملین روپے رہے (گزشتہ سال: 1,317 ملین روپے)، جو کم شرح سود اور ورکنگ کیپٹل کے موثر انتظام کا نتیجہ ہے۔

کمپنی زیر جائزہ مدت میں قبل از ٹیکس 91 ملین روپے کا منافع حاصل کیا، جو گزشتہ سال اسی مدت میں 138 ملین روپے کا حاصل ہوا تھا۔ بعد از ٹیکس کمپنی نے 336 ملین روپے کا خسارہ کیا، جبکہ گزشتہ سال اسی مدت میں 69 ملین روپے کا بعد از ٹیکس منافع حاصل ہوا تھا۔

زیر جائزہ مدت میں ٹیکس کے اخراجات میں نمایاں اضافہ درج کیا گیا۔ اس کی وجہ مجموعی فروخت پر عائد کم از کم ٹیکس کے تناظر میں پہلے سے درج شدہ مؤخر ٹیکس (Deferred tax) میں ضروری تبدیلیاں شامل ہیں۔

فی حصص آمدنی

زیر جائزہ مدت میں فی شیئر آمدنی منفی 0.84 روپے رپورٹ کی گئی جو کہ گزشتہ سال اسی مدت میں 0.17 روپے تھی۔ زیر جائزہ مدت میں فی شیئر آمدنی کمزور پڑنے کے آثار نہیں ہیں۔

ڈائریکٹر کا جائزہ

قریبی مدتی منظر نامہ

بڑے پیمانے کی مینوفیکچرنگ (LSM) کے شعبے کی زیر جائزہ مدت میں کارکردگی بہتر رہی۔ جو صنعتی اور صارفین کی سرگرمیوں میں بتدریج بحالی کی عکاسی کرتی ہے۔ (FMCG) سے متعلقہ شعبوں، خصوصاً خوراک اور مشروبات نے حوصلہ افزا کارکردگی دکھائی جو صارفین کی بہتر طلب کی نشاندہی کرتی ہے۔ اس سے پیپر بورڈ کی مصنوعات کی بنیادی طلب کو سہارا ملا ہے۔

تاہم مجموعی بہتری بدلتے ہوئے معاشی حالات سے متاثر ہو سکتی ہے جس میں جاری مشرق وسطیٰ تنازع سے پیدا ہونے والی غیر یقینی صورتحال بھی شامل ہے۔ مزید برآں اگرچہ کوئڈ پلجیڈ بورڈ پرائیٹی سرگرم ویشن ڈیوٹی کا اعلان کیا جا چکا ہے۔ تاہم قانونی پیچیدگیوں کی وجہ سے مقامی صنعت کو تا حال اس کے مطلوبہ فوائد حاصل نہیں ہو سکے۔ اگرچہ طلب کے بنیادی عوامل برقرار ہیں قلیل مدتی منظر نامہ بڑی حد تک وسیع تر معاشی پیش رفت اور مقامی صنعت کے لئے مساوی مواقع کو یقینی بنانے والے موثر نفاذ سے وابستہ رہے گا۔

لاگت کے حوالے سے مقامی اور درآمدی خام مال اور ایندھن کی قیمتیں موجودہ مشرق وسطیٰ میں حالات کی وجہ سے بڑھتے ہوئے رجحان پر ہیں۔ اگرچہ کمپنی نے قلیل مدت کے لئے بہتر نرخوں پر مناسب ذخائر محفوظ کر لیے ہیں تاہم لاگت میں اضافہ آئندہ سہ ماہی پر جزوی طور پر اثر انداز ہو سکتا ہے۔ ورکنگ کیپٹل کی زیادہ ضروریات کے ساتھ ساتھ بڑھتی سود سے مالی اخراجات پر بھی دباؤ بڑھنے کا امکان ہے کمپنی ان دباؤ کو نظم و ضبط کے ساتھ قیمتوں میں مناسب رد و بدل کے ذریعے اور موزوں سیلزمکس ذریعے فعال طور پر منظم کر رہی ہے تاکہ مارجنز کا تحفظ کیا جاسکے اور مجموعی مالی کارکردگی برقرار رکھی جاسکے۔

اظہار تشکر

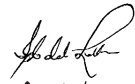
آپ کے ڈائریکٹر کمپنی کے عملے اور ملازمین کی محنت اور پر خلوص کارکردگی کا اعتراف کرتے ہیں۔ وہ مسلسل سرپرستی اور وابستگی پر اپنے سپلائرز، کسٹمرز اور بینکوں کو خراج تحسین پیش کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے



آفتاب احمد

چیف ایگزیکٹو آفیسر



اقبال علی لاکھانی

چیئرمین

کراچی: اپریل 28، 2026

Condensed Interim Statement of Financial Position

as at March 31, 2026

		March 31, 2026 (Un-audited) (Rupees in thousands)	June 30, 2025 (Audited)
	Note		
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	8	10,775,312	10,932,307
Intangible assets		9,421	15,390
Long-term advances		39,154	11,176
Long-term deposits		14,753	14,753
		<u>10,838,640</u>	<u>10,973,626</u>
CURRENT ASSETS			
Stores and spares	9	4,029,450	3,757,040
Stock-in-trade	10	7,990,785	6,523,944
Trade debts		6,632,223	5,378,407
Advances		206,824	49,513
Trade deposits and short term prepayments	11	612,142	639,504
Other receivables		99,909	137,459
Tax refunds due from Government	12	846,554	563,589
Taxation - net		779,505	691,893
Short-term investment		-	321,044
Cash and bank balances	13	1,314,372	865,791
		<u>22,511,764</u>	<u>18,928,184</u>
TOTAL ASSETS		<u>33,350,404</u>	<u>29,901,810</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 1,000,000,000 (June 30, 2025: 1,000,000,000) ordinary shares of Rs. 10 each		<u>10,000,000</u>	<u>10,000,000</u>
Issued, subscribed and paid-up capital 401,712,926 (June 30, 2025: 401,712,926) ordinary shares of Rs. 10 each		<u>4,017,129</u>	<u>4,017,129</u>
Reserves		<u>9,062,628</u>	<u>9,398,268</u>
		<u>13,079,757</u>	<u>13,415,397</u>
NON - CURRENT LIABILITIES			
Long-term financing	14	1,224,728	2,298,013
Lease liabilities against right of use assets		90,334	98,159
Deferred taxation		571,609	525,845
Deferred capital grant	15	53,855	89,200
		<u>1,940,526</u>	<u>3,011,217</u>
CURRENT LIABILITIES			
Trade and other payables	16	7,178,864	4,587,226
Short-term borrowings	17	9,363,238	7,094,892
Interest and mark-up accrued	18	214,530	187,612
Unclaimed dividend		1,510	1,546
Current portion of : Long-term lease liabilities against right of use assets		12,916	15,507
Deferred capital grant	15	50,277	69,409
Long-term financing	14	1,508,786	1,519,004
		<u>18,330,121</u>	<u>13,475,196</u>
TOTAL EQUITY AND LIABILITIES		<u>33,350,404</u>	<u>29,901,810</u>
CONTINGENCIES AND COMMITMENTS	19		

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.


IQBAL ALI LAKHANI
Chairman / Director


AFTAB AHMAD
Chief Executive Officer


MUHAMMAD RASHID DASTAGIR
Chief Financial Officer

CENTURY PAPER & BOARD MILLS LIMITED



Condensed Interim Statement of Profit or Loss

for the period ended March 31, 2026 (Un-audited)

		Nine months ended		Quarter ended	
		March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	Note	(Rupees in thousands)			
Turnover - net	20	29,943,630	28,980,724	10,284,106	9,177,558
Cost of sales	21	(28,170,377)	(26,797,760)	(9,491,393)	(8,797,194)
Gross profit		1,773,253	2,182,964	792,713	380,364
General and administrative expenses		(824,640)	(781,449)	(269,567)	(264,025)
Selling expenses		(85,798)	(84,162)	(29,603)	(28,749)
Distribution expenses		(122,432)	(162,532)	(46,221)	(64,445)
Other operating charges					
Workers' Profit Participation Fund		(4,871)	(7,433)	(4,871)	12,569
Workers' Welfare Fund		(1,851)	(2,825)	(1,851)	4,776
Others		(31,234)	(27,751)	(5,820)	(7,003)
		(37,956)	(38,009)	(12,542)	10,342
Other income		248,930	338,409	76,114	94,096
Operating profit		951,357	1,455,221	510,894	127,583
Finance cost	22	(860,679)	(1,317,013)	(302,863)	(361,621)
Profit / Loss before income tax and levy		90,678	138,208	208,031	(234,038)
Levy-Minimum tax differential	23	(376,029)	(344,442)	(129,100)	(234,052)
(Loss) / Profit before income tax		(285,351)	(206,234)	78,931	(468,090)
Taxation					
Current		-	(61,026)	-	144,142
Prior		(4,524)	(7,655)	(4,524)	245
Deferred		(45,765)	344,650	(138,752)	192,881
		(50,289)	275,969	(143,276)	337,268
(Loss) / Profit for the period		(335,640)	69,735	(64,345)	(130,822)
(Loss) / Earnings per share - basic					
and diluted (Rupee)	24	(0.84)	0.17	(0.16)	(0.33)

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.


IQBAL ALI LAKHANI
Chairman / Director


AFTAB AHMAD
Chief Executive Officer


MUHAMMAD RASHID DASTAGIR
Chief Financial Officer



Condensed Interim Statement of Comprehensive Income

for the period ended March 31, 2026 (Un-audited)

	Nine months ended		Quarter ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	(Rupees in thousands)			
(Loss) / Profit for the period	(335,640)	69,735	(64,345)	(130,822)
Other comprehensive income	-	-	-	-
Total comprehensive (loss) / income for the period	(335,640)	69,735	(64,345)	(130,822)

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.


IQBAL ALI LAKHANI
Chairman / Director


AFTAB AHMAD
Chief Executive Officer


MUHAMMAD RASHID DASTAGIR
Chief Financial Officer

Condensed Interim Statement of Cash Flows

for the period ended March 31, 2026 (Un-audited)

		Nine months ended	
		March 31, 2026	March 31, 2025
Note		(Rupees in thousands)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	25	825,364	71,398
Finance cost paid		(779,284)	(1,231,775)
Taxes paid		(468,165)	(882,371)
Gratuity paid		(6,415)	(58,235)
Workers' Profit Participation Fund paid		(1,691)	(62,774)
Long-term advances		(27,978)	(3,400)
Long-term deposits		-	(4,920)
Net cash used in operating activities		(458,169)	(2,172,078)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment		(554,574)	(223,099)
Proceeds from sale of property, plant and equipment		20,330	42,537
Net cash used in investing activities		(534,244)	(180,563)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long-term financing from banking companies		(1,137,980)	(1,156,475)
Principle paid on lease liability		(10,416)	(11,153)
Net cash used in financing activities		(1,148,396)	(1,167,627)
Net decrease in cash and cash equivalents		(2,140,809)	(3,520,268)
Cash and cash equivalents at the beginning of the period		(5,908,057)	(3,515,668)
Cash and cash equivalents at the end of the period		(8,048,866)	(7,035,936)
CASH AND CASH EQUIVALENTS			
Cash and bank balances	13	1,314,372	677,691
Short term highly liquid investment		-	312,066
Short-term borrowings	17	(9,363,238)	(8,025,693)
		(8,048,866)	(7,035,936)

The annexed notes from 1 to 34 form an integral part of these condensed interim financial statements.


IQBAL ALI LAKHANI
Chairman / Director


AFTAB AHMAD
Chief Executive Officer


MUHAMMAD RASHID DASTAGIR
Chief Financial Officer

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

1. STATUS AND NATURE OF BUSINESS

Century Paper & Board Mills Limited ("the Company") was incorporated in Pakistan as a public limited company on August 2, 1984 under the repealed Companies Ordinance, 1984 (now Companies Act 2017) and its ordinary shares are listed on Pakistan Stock Exchange (PSX). The Company is engaged in manufacturing and marketing of paper, board and related products.

2. GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The geographical Location and addresses of the Company's business units / immovable assets including Mills / Plant are as under:

Business Unit	Address
- Registered office	Lakson Square Building No. 2, Sarwar Shaheed Road, Karachi, Pakistan.
- Mills (Plant)	62 KM, Lahore-Multan Highway, N-5, District Kasur, Pakistan.
- Regional office	14-Ali Block, New Garden Town, Lahore, Pakistan.

3. BASIS OF PREPARATION

3.1 Statement of compliance

These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017.

These condensed interim financial statements of the Company for nine months ended March 31, 2026 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standard Board (IASB) 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 from 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 and disclosures required for the complete set of annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2025 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The comparative statement of financial position presented in these condensed interim financial statements has been extracted from the annual audited financial statements of the Company for the year ended June 30, 2025, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the un-audited condensed interim financial statements for the nine months ended March 31, 2025.

3.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention unless stated otherwise.

3.3 Functional and presentation currency

These condensed interim financial statements have been presented in Pak Rupees, which is the functional and presentation currency of the Company.

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

4. MATERIAL ACCOUNTING POLICIES AND CHANGES THEREIN

The accounting policies applied and methods of computation followed in the preparation of these condensed interim financial statements are same as those for the preceding annual financial statements for the year ended June 30, 2025:

4.1 Changes in accounting standards, interpretations and evaluation of accounting and reporting standards

a) Standards, amendments and interpretations to approved accounting standards that are effective during the period ended March 31, 2026

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on January 01, 2025, but are considered not to be relevant or did not have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 1, 2026, but are considered not to be relevant or expected to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements except for:

-The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

5. ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements requires management to make certain judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2025 except as stated in note 7 to financial statements.

6. TAXATION

The provisions for taxation for the nine months and quarter ended March 31, 2026, have been made using the best estimated effective tax rate applicable to expected total annual earnings. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Any tax charged under Income Tax Ordinance, 2001 which is not based on taxable income is classified as levy in the condensed interim statement of profit or loss as these levies fall under the scope of IFRIC 21/IAS 37.

7. CHANGE IN ACCOUNTING ESTIMATE

During the period, the management has reassessed its accounting estimate for depreciation and estimated useful lives of its certain assets, namely the Coated Duplex Board Machine (PM-7), Gas-Fired Co-power Generation Plant (COGEN-II) and Coal-Fired Co-power Generation Plant (COGEN-II) and accordingly made revision. Management has determined, based on the confirmation of technical department, that this change is necessary to better reflect the pattern in which future economic benefits of the assets are expected to be consumed.

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

The revision constitutes a change in accounting estimate in accordance with IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors. The change has been accounted for prospectively from the date of reassessment. Accordingly, depreciation expense for the current and future periods has been adjusted.

	Note	March 31, 2026 (Un-audited) (Rupees in thousands)	June 30, 2025 (Audited)
8. PROPERTY, PLANT AND EQUIPMENT			
Operating Fixed Assets	8.1	9,957,149	10,412,750
Capital work-in-progress	8.2	455,149	357,038
Capital spares	8.3	363,014	162,519
		10,775,312	10,932,307
8.1 Operating Fixed assets			
Fixed assets	8.1.1	9,866,659	10,307,353
Right-of-use assets	8.1.3	90,490	105,397
		9,957,149	10,412,750
8.1.1 Fixed assets			
Opening net book value (NBV)		10,307,353	10,632,126
Additions during the period / year at cost	8.1.2	255,968	837,102
		10,563,321	11,469,228
Disposals during the period / year at NBV		(13,359)	(18,822)
Depreciation charge for the period / year		(683,303)	(1,143,053)
		(696,662)	(1,161,875)
Closing net book value (NBV)		9,866,659	10,307,353
8.1.2 Detail of additions (at cost) during the period / year are as follows:			
Freehold land		180,665	71,251
Buildings on freehold land		-	7,176
Plant and machinery		5,194	673,044
Furnitures & Fixtures		2,168	-
Vehicles		53,900	66,500
IT equipments		13,690	8,866
Electrical and other equipments		350	10,265
		255,968	837,102
8.1.3 Right-of-use assets			
Opening net book value (NBV)		105,397	16,696
Additions during the period / year		-	104,640
Depreciation charge for the period / year		(14,907)	(15,939)
		90,490	105,397

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

	Note	March 31, 2026 (Un-audited) (Rupees in thousands)	June 30, 2025 (Audited)
8.2 Capital Work in Progress			
This comprises of:			
Building		6,515	8,350
Plant and machinery		448,634	348,688
	8.2.1	455,149	357,038
8.2.1 Movement of carrying amount is as follows:			
Opening balance		357,038	856,358
Additions (at cost) during the period / year		98,111	101,999
		455,149	958,357
Transfer to operating fixed assets during the period / year		-	(601,319)
Closing balance		455,149	357,038
8.3 Capital spares			
Opening		162,519	110,731
Addition		205,689	119,168
Transfer to PPE		(5,194)	(67,380)
Closing		363,014	162,519
9. STORES AND SPARES			
In hand			
Stores		1,528,532	1,609,229
Spares		882,154	908,631
Fuel		986,983	845,862
		3,397,669	3,363,722
In transit		690,591	452,128
		4,088,260	3,815,850
Provision for slow moving stores and spares		(58,810)	(58,810)
		4,029,450	3,757,040
10. STOCK-IN-TRADE			
Raw materials			
in hand		4,463,551	4,051,733
in transit		1,996,483	1,144,532
		6,460,034	5,196,265
Work-in-process		40,577	37,526
Finished goods		1,490,174	1,290,153
		7,990,785	6,523,944

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

	Note	March 31, 2026 (Un-audited) (Rupees in thousands)	June 30, 2025 (Audited)
11. TRADE DEPOSITS AND SHORT TERM PREPAYMENTS			
Deposits	11.1	185,790	184,810
Prepayments		50,323	15,050
Minimum tax - levy		376,029	439,644
		<u>612,142</u>	<u>639,504</u>

11.1 This includes an amount of Rs. 182.36 million (June 30, 2025: Rs 182.36 million) to Universal Gas Distribution Company (Private) Limited (UGDCL) as security deposit against contract for supply of gas at concessional rate. This represents short term deposits in the normal course of business and does not carry any interest or mark-up.

12. TAX REFUNDS DUE FROM GOVERNMENT

Income tax	12.1	438,464	438,464
Sales tax		408,090	125,125
		<u>846,554</u>	<u>563,589</u>

12.1 There has been no significant change in the status as set out in note 16 to the annual financial statements of the Company for the year ended June 30, 2025.

13. CASH AND BANK BALANCES

Cash at bank			
Current account		275,300	317,991
Term deposits	13.1	876,769	440,000
		<u>1,152,069</u>	<u>757,991</u>
Cheques in hand		159,550	104,800
Cash in hand		2,753	3,000
		<u>1,314,372</u>	<u>865,791</u>

13.1 This represents term deposit carries profit at the rate of 8.10% to 9.85% (June 30, 2025: 7% to 10.15%) per annum held under lien with the bank as security for bank guarantee (opened) as referred in note 19.2.

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

	Note	March 31, 2026 (Un-audited) (Rupees in thousands)	June 30, 2025 (Audited)
14. LONG TERM FINANCING			
From banking companies - secured			
Utilized under mark-up arrangements financed by:			
Islamic mode			
Faysal Bank Limited - Musharaka	14.1	188,656	255,685
Bank Islami Pakistan Limited	14.1	159,855	176,112
		348,511	431,797
Conventional mode			
Syndicated - Consortium of Banks	14.3	502,192	700,989
Habib Metropolitan Bank Limited	14.3	101,591	109,145
JS Bank Limited	14.3	271,505	299,186
Allied Bank Limited - Term Loan	14.4	9,715	25,900
		885,003	1,135,220
Other Term Loan			
Islamic mode - Meezan Bank Limited	14.2	1,500,000	2,250,000
		2,733,514	3,817,017
Current portion:			
Islamic mode		(1,130,805)	(1,130,805)
Conventional mode		(377,981)	(388,199)
		(1,508,786)	(1,519,004)
		1,224,728	2,298,013

Borrowed Rs. in Million	Banks	Purpose	Rate of Mark-up	Tenor	Repayment Installments	Principal Outstanding Rs. in thousands
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14.1 Islamic Temporary Economic Refinance Facility (ITERF) Schemes of the State Bank of Pakistan

500	Faysal Bank Ltd.	Balancing, Modernization and Replacement (BMR)	2.20%	7 Years	20 Quarterly	195,740
250	Bank Islami Pak Ltd.	of plant and machinery	3.05%	10 Years	32 Quarterly	184,307

The finance facility is secured by way of mortgage of immovable properties and / or First Pari Passu Hypothecation Charge over the Fixed Assets of the Company along with 25% Margin.

14.2 Diminishing Musharaka Financing

4,000	Meezan Bank Ltd.	To rationalize use of short term working capital limits.	3 months KIBOR + 0.15%	5 Years	16 Quarterly	1,750,000
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The finance facility is secured by way of First Pari Passu Hypothecation Charge over all present and future movable fixed assets (including Plant & Machinery) of the Company with 25% margin. The effective markup rate was 12.13% (2025: 16.46%).

14.3 Temporary Economic Refinance Facility (TERF) Scheme of the State Bank of Pakistan

1,500	Syndicated - Consortium of Banks	Balancing, Modernization and Replacement (BMR)	2.20%	7 Years	20 Quarterly	525,622
200	Habib Metropolitan Bank Ltd.	of plant and machinery	4.50%	10 Years	32 Quarterly	115,680
400	JS Bank Ltd.		5%	10 Years	32 Quarterly	306,582

The finance facility is secured by way of mortgage of immovable properties and / or First Pari Passu Hypothecation Charge over the Fixed Assets of the Company along with 25% Margin.

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

Borrowed Rs. in Million	Banks	Purpose	Rate of Mark-up	Tenor	Repayment Installments	Principal Outstanding Rs. in thousands
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14.4 Renewable energy finance facility scheme of the State Bank of Pakistan

400	Allied Bank Ltd.	Solar Grid Panels	2.75% to 4.50%	7 Years	28 Quarterly	9,722
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This term loan is secured by way of first hypothecation charge over all assets belonging to the Company with 25% margin.

	Note	March 31, 2026 (Un-audited) (Rupees in thousands)	June 30, 2025 (Audited)
15. DEFERRED CAPITAL GRANT			
Capital grant	15.1	104,132	158,609
Current portion shown under current liability		(50,277)	(69,409)
		53,855	89,200

15.1 Following is the movement in government grant during the period / year:

Opening balance		158,609	251,820
Amortized during the period / year	15.1.1	(54,477)	(93,211)
Closing balance		104,132	158,609

15.1.1 This represents government grant recognized on long term financing facilities obtained under SBP Refinance Scheme from certain banks under "Islamic / Temporary Economic Refinance Facility (I/TERF)" (Refer note 14) and amortized on a systematic basis over the respective tenor of loans.

16. TRADE AND OTHER PAYABLES

Creditors	16.1	2,651,291	1,743,833
Foreign bills payable		1,692,386	542,984
Accrued liabilities		1,812,907	1,311,654
Contract liabilities		123,559	71,260
Employee leave encashments		110,275	125,139
Workers' Profit Participation Fund		4,871	1,691
Workers' Welfare Fund		71,134	71,276
Minimum tax - levy		376,029	439,644
Provident fund payable		-	13,016
Other liabilities		336,412	266,729
		7,178,864	4,587,226

16.1 The aggregate amount of the outstanding balance of associated companies / undertakings is Rs. 40.98 million (June 30, 2025: Rs. 28.58 million).

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

	Note	March 31, 2026 (Un-audited)	June 30, 2025 (Audited)
17. SHORT TERM BORROWINGS			
From banking companies - secured			
Running finances			
Conventional mode		5,283,192	3,621,373
Islamic mode		2,980,046	2,323,519
	17.1	8,263,238	5,944,892
Money market			
Conventional mode		650,000	700,000
Islamic mode		450,000	450,000
	17.2	1,100,000	1,150,000
		9,363,238	7,094,892

17.1 The Company has available aggregate short term running finance facilities from various banking companies under mark-up arrangements amounting to Rs. 15,500 million (June 30, 2025: Rs. 15,000 million). Markup rates are linked with KIBOR from one to three months plus spread ranging from 0.05% to 1.50% (June 30, 2025: from 0.05% to 1.50%) per annum.

17.2 Short-term money market loans have been arranged as a sub-limit of the running finance facility.

17.3 The Company has available aggregate sub-limits for FE loans under facilities for running finance and letters of credit amounting to Rs.10,430 million (June 30, 2025: Rs. 10,430 million).

17.4 Aggregate facilities for opening of Letters of Credit and Bank Guarantees amounting to Rs. 13,050 million (June 30, 2025: Rs. 13,050 million) and Rs. 1,456 million (June 30, 2025: Rs. 1,456 million) respectively are available to the Company.

17.5 The above banking facilities are secured by way of pari-passu hypothecation charges created on stock-in-trade, stores and spares and trade debts of the Company except the open-ended Bank Guarantees secured against 100% cash margin (TDR) - refer note 13.1.

	March 31, 2026 (Un-audited)	June 30, 2025 (Audited)
18. INTEREST AND MARK-UP ACCRUED		
(Rupees in thousands)		

Long-term financing from Banks		
Islamic mode	3,500	5,292
Conventional mode	8,094	8,750
	11,594	14,042
Short-term borrowings from Banks		
Islamic mode	88,263	74,710
Conventional mode	114,673	98,860
	202,936	173,570
	214,530	187,612

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

19. CONTINGENCIES AND COMMITMENTS

19.1 Contingencies

Except for the matter described below, there were no material change in the status of contingencies as reported in the annual financial statements as at and for the year ended June 30, 2025.

19.1.1 During the period, Sui Northern Gas Pipelines Limited (SNGPL) has issued bills of Rs. 152.146 million and Rs. 63.146 million for the period December 2015 to June 2022 and July 2022 to March 2024 respectively, which are representing arrears arising from the final determination of RLNG prices by the Oil and Gas Regulatory Authority (OGRA). The Company has challenged the above-said bills before the Lahore High Court and stay orders were granted restraining the recovery of the amount. In compliance with the directions of the Court, the Company has submitted post-dated cheques amounting to Rs. 25.36 million against monthly installments from December-2025 to March-2026. Based on legal advice obtained and management's assessment of the merits of the case, no provision has been recognized in these condensed interim financial statements.

19.2 Guarantees

Guarantees have been issued by banks on behalf of the Company in the normal course of business aggregating to Rs. 1,717.19 million (June 30, 2025: Rs. 1,566 million) including guarantee relating to Sindh Infrastructure Cess amounting to Rs. 1,000 million (June 30, 2025: Rs. 850 million) furnished to Excise and Taxation Department.

The Company is currently in the process of executing a settlement agreement in accordance with the provisions of the Sindh Development and Maintenance of Infrastructure Cess Act, 2026. The Act provides a mechanism for settlement of arrears of Cess in installments up to FY 2040, along with a reduction in the applicable rate from 1.85% to 0.85%, subject to execution of the agreement and withdrawal of related litigation.

19.3 Commitments

Letters of credit at the end of the period amounted to Rs. 1,755.66 million (June 30, 2025: Rs. 900.06 million) and capital commitments amounted to Rs. 54.84 million .

Nine months ended		Quarter ended	
March 31, 2026 (Un-audited)	March 31, 2025	March 31, 2026 (Un-audited)	March 31, 2025
(Rupees in thousands)			

20. TURNOVER

Local turnover	35,258,836	34,019,464	12,089,031	10,694,773
Export turnover	-	84,386	-	84,386
	35,258,836	34,103,850	12,089,031	10,779,159
Sales tax	(5,315,206)	(5,123,126)	(1,804,925)	(1,601,601)
Net turnover	29,943,630	28,980,724	10,284,106	9,177,558



Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

	Nine months ended		Quarter ended	
	March 31, 2026 (Un-audited)	March 31, 2025	March 31, 2026 (Un-audited)	March 31, 2025
	(Rupees in thousands)			
21. COST OF SALES				
Materials consumed	19,382,216	18,112,475	6,525,970	6,000,588
Fuel and power	5,305,853	5,340,688	1,755,341	1,736,029
Depreciation on property, plant and equipment	618,390	787,257	204,938	265,714
Salaries, wages and other benefits	1,221,460	1,158,369	419,425	391,494
Stores and spares consumption	772,033	834,736	231,560	267,536
Repairs and maintenance	111,127	150,250	33,261	43,648
Packing expenses	838,428	742,121	276,278	243,762
Insurance	114,666	91,548	39,760	31,534
Rent rates and taxes	9,276	7,602	3,672	2,476
Manufacturing cost	28,373,449	27,225,046	9,490,205	8,982,781
Work-in-process				
Opening stock	37,526	139,428	41,830	138,828
Closing stock	(40,577)	(150,226)	(40,577)	(150,226)
	(3,051)	(10,798)	1,253	(11,398)
Cost of goods manufactured	28,370,398	27,214,248	9,491,458	8,971,383
Finished goods				
Opening stock	1,290,153	1,289,163	1,490,109	1,531,462
Closing stock	(1,490,174)	(1,705,651)	(1,490,174)	(1,705,651)
	(200,021)	(416,488)	(65)	(174,189)
	28,177,377	26,797,760	9,491,393	8,797,194
22. FINANCE COST				
Long-term financing				
Islamic mode	189,535	400,475	53,406	92,112
Conventional mode	65,395	85,572	19,947	26,353
	254,930	486,047	73,353	118,465
Short term borrowings				
Islamic mode	256,571	236,997	88,263	72,791
Conventional mode	323,585	577,435	136,049	162,010
	580,156	814,432	224,312	234,801
Workers' Profit Participation Fund	73	2,492	-	-
Bank charges and commission	15,939	9,403	2,123	4,842
Finance cost on Leases	9,581	4,639	3,075	3,513
	860,679	1,317,013	302,863	361,621
23. MINIMUM TAX DIFFERENTIAL				

This represents portion of minimum tax under section 113 of Income Tax Ordinance (ITO, 2001), representing levy in terms of requirements of IFRIC 21/IAS 37.

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

	Nine months ended		Quarter ended	
	March 31, 2026 (Un-audited)	March 31, 2025	March 31, 2026 (Un-audited)	March 31, 2025
	(Rupees in thousands)			

24. EARNINGS PER SHARE - BASIC AND DILUTED

The basic earnings per share as required under "IAS 33 Earnings per share" is given below:-

(Loss) / profit for the period	<u>(335,640)</u>	<u>69,735</u>	<u>(64,345)</u>	<u>(130,822)</u>
Weighted average number of ordinary shares (in thousands)	<u>401,713</u>	<u>401,713</u>	<u>401,713</u>	<u>401,713</u>
Basic (loss) / earnings per share (Rupee)	<u>24.1</u>	<u>0.17</u>	<u>(0.16)</u>	<u>(0.33)</u>

24.1 There is no dilutive effect on the basic earnings per share of the Company.

	Nine months ended	
	March 31, 2026 (Rupees in thousands)	March 31, 2025
25. CASH GENERATED FROM OPERATIONS		
Loss before income tax	(285,351)	(206,234)
Adjustment for non cash charges and other items:		
Depreciation on property, plant and equipment	698,213	865,446
Amortization of intangible assets	5,970	7,539
Gain on disposal of operating fixed assets	(6,971)	(24,996)
Provision for gratuity	38,850	48,734
Workers' Profit Participation Fund	4,871	7,433
Minimum tax differential	376,029	344,442
Finance cost	860,679	1,317,013
Amortization of deferred income - government grants	(54,477)	(72,147)
Working capital changes	(812,449)	(2,215,832)
	<u>1,110,715</u>	<u>277,632</u>
	<u>825,364</u>	<u>71,398</u>

25.1 Changes in working capital

(Increase) / decrease in current assets		
Stores and spares	(272,410)	233,046
Stock-in-trade	(1,466,841)	(1,229,907)
Trade debts	(1,253,816)	(298,294)
Advances	(157,311)	(82,671)
Trade deposits and short-term prepayments	27,362	(164,873)
Other receivables	5,115	(18,107)
Tax refunds due from Government	(282,965)	(270,108)
	<u>(3,400,866)</u>	<u>(1,830,914)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	<u>2,588,417</u>	<u>(384,918)</u>
	<u>(812,449)</u>	<u>(2,215,832)</u>



Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties and associated company / undertakings comprise of group company, other associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties and other associated company / undertakings other than those disclosed elsewhere in these condensed interim financial statements are as follows:

Nature of transaction	Nature of Relation	Basis of Relation	Nine months ended		Quarter ended	
			March 31, 2026 (Un-audited)	March 31, 2025 (Un-audited)	March 31, 2026 (Un-audited)	March 31, 2025 (Un-audited)
(Rupees in thousands)						
Sale of goods, Services and Reimbursement of expenses						
Merit Packaging Limited	Associated company	Common Director	1,833,736	2,100,032	604,217	626,723
Colgate Palmolive (Pakistan) Limited	Associated company	Common Director	1,050,573	974,389	366,232	367,958
Century Insurance Company Limited	Associated company	Common Director and 0.43% shares held	2,318	18,899	494	290
Cyber Internet Services (Private) Limited	Associated company	Common Director	5,366	3,358	1,781	760
SIZA Foods (Private) Limited	Associated company	Common Director	378	285	93	-
SIZA Services (Private) Limited	Associated company	Common Director and 22.18% shares held	209	208	64	-
Sybrid (Private) Limited	Associated company	Common Director	647	246	223	-
Purchase of goods, services and reimbursement of expenses						
Century Insurance Company Limited	Associated company	Common Director and 0.43% shares held	247,434	215,229	16,718	11,552
Merit Packaging Limited	Associated company	Common Director	79,315	109,920	26,896	41,862
Hassanali and Gulbanoo Lakhani Foundation	Associated undertaking	Trustee	4,742	5,927	1,015	1,169
Princeton Travels (Private) Limited	Associated company	Common Director	6,463	5,324	1,236	873
SIZA Services (Private) Limited	Associated company	Common Director and 22.18% shares held	4,812	4,657	1,604	1,552
Cyber Internet Services (Private) Limited	Associated company	Common Director	57,285	30,956	17,936	14,230
SIZA (Private) Limited	Associated company	Common Director and 27.31% shares held	439	180	94	84

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

Nature of transaction	Nature of Relation	Basis of Relation	Nine months ended		Quarter ended	
			March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
			(Un-audited)		(Un-audited)	
(Rupees in thousands)						
Colgate Palmolive (Pakistan) Limited	Associated company	Common Director	132	82	87	27
Express Publications (Private) Limited	Associated company	Common Management	1,865	1,465	-	-
Sybird (Private) Limited	Associated company	Common Director	2,635	1,718	1,389	438
SIZA Foods (Private) Limited	Associated company	Common Director	427	-	90	-
Rent and other allied charges						
Hassanali and Gulbanoo Lakhani Foundation	Associated undertaking	Trustee	7,423	7,077	2,439	2,356
SIZA (Private) Limited	Associated company	Common Director and 27.31% shares held	4,835	4,342	1,320	1,371
SIZA Services (Private) Limited	Associated company	Common Director and 22.18% shares held	699	747	232	244
SIZA Commodities (Private) Limited	Associated company	Common Director and 9.76% shares held	180	167	60	56
Others						
Contribution to Staff Retirement Benefit Plans	Employees Fund		99,486	107,629	32,941	35,608
Remuneration and other benefits	Key Management Personnel		482,160	403,737	194,192	147,843
					March 31, 2026	June 30, 2025
					(Audited)	
(Rupees in thousands)						
26.1. Period / year end balances						

26.1 Period / year end balances

Receivable from related parties	1,075,042	1,026,486
Payable to related parties	40,980	28,578
Prepayment to related parties	-	15,050
Due from retirement benefit plan	58,005	58,525

27. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual financial statements for the year ended June 30, 2025.

28. DISCLOSURE REQUIREMENT FOR COMPANIES NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES

Following information has been disclosed as required under amended part I clause VII of Fourth Schedule to the Companies Act, 2017 as amended via S.R.O.1278(I)/2024 dated August 15, 2024.



Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

				March 31, 2026	June 30, 2025 (Audited)
				(Rupees in thousands)	
Statement of Financials Position					
Assets					
Cash and Bank Balances	Non - Shariah	13		<u>1,314,372</u>	<u>865,791</u>
Liabilities					
Long-term Financing					
From banking companies - secured	Shariah compliant			<u>1,848,511</u>	<u>2,681,797</u>
	Non - Shariah			<u>885,003</u>	<u>1,135,220</u>
		14		<u>2,733,514</u>	<u>3,817,017</u>
Deferred Capital Grant	Shariah compliant			<u>31,537</u>	<u>46,364</u>
	Non - Shariah			<u>72,595</u>	<u>112,245</u>
		15		<u>104,132</u>	<u>158,609</u>
Short-Term Borrowings	Shariah compliant			<u>3,430,046</u>	<u>2,773,519</u>
	Non - Shariah			<u>5,933,192</u>	<u>4,321,373</u>
		17		<u>9,363,238</u>	<u>7,094,892</u>
Interest and Mark-up Accrued	Shariah compliant			<u>91,763</u>	<u>80,002</u>
	Non - Shariah			<u>122,767</u>	<u>107,610</u>
		18		<u>214,530</u>	<u>187,612</u>
				Nine months ended	
				March 31, 2026	March 31, 2025
				(Rupees in thousands)	
Statement of Profit or Loss					
Turnover - net	Sharia compliant	20		<u>29,943,630</u>	<u>28,980,724</u>
Finance cost	Shariah compliant			<u>446,106</u>	<u>637,472</u>
	Non - Shariah			<u>414,573</u>	<u>679,541</u>
		22		<u>860,679</u>	<u>1,317,013</u>
Other Income					
Scrap sales	Shariah compliant			<u>138,692</u>	<u>112,203</u>
Profit on deposit, investment and other income	Non - Shariah			<u>110,238</u>	<u>226,206</u>
				<u>248,930</u>	<u>338,409</u>

The Company has relationships with banks, having Islamic window operations, in respect of availing borrowing facilities amounting to Rs 5,401.86 million (June 30, 2025: Rs 5,581.68 million).

29. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the condensed interim financial statements approximate their fair values. Fair value is the amount for which asset could be exchanged or liability settled between knowledgeable, willing parties in an arm length transaction.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Notes to the Condensed Interim Financial Statements

for the period ended March 31, 2026 (Un-audited)

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: those involving inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: those with inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1	Level 2	Level 3	Level 4
	(Rupees in '000)			
December 31, 2025				
Investments				
Market Treasury Bills	-	-	-	-
	-	-	-	-
June 30, 2025				
Investments				
Market Treasury Bills	-	321,044	-	321,044

Transfers during the period

There were no transfers amongst levels during the period.

30. OPERATING SEGMENTS

These condensed interim financial statements have been prepared on the basis of single reportable segment.

31. NUMBER OF EMPLOYEES

The number of employees as at period ended March 31, 2026 was 1,528 (June 30, 2025: 1,550) and average number of employees during the period was 1,525 (June 30, 2025: 1,569).

32. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on April 28, 2026 by the Board of Directors of the Company.

33. CORRESPONDING FIGURES

Corresponding figures have been reclassified wherever necessary to reflect more appropriate presentation of events and transactions for the purpose of comparison and better presentation.

34. GENERAL

Amounts have been rounded off to the nearest thousands of rupees unless otherwise stated.


IQBAL ALI LAKHANI
Chairman / Director


AFTAB AHMAD
Chief Executive Officer


MUHAMMAD RASHID DASTAGIR
Chief Financial Officer

THIRD QUARTER REPORT MARCH 2026



CENTURY PAPER & BOARD MILLS LIMITED

**Head Office, Registered Office,
Corporate/Shares Office & Regional Sales Office (South)**

Lakson Square, Building No.2, Sarwar Shaheed Road,
Karachi - 74200, Pakistan.

Phone: (021) 38400000 Fax: (021) 35684336, 35683410

Regional Sales Office (North)

14-Ali Block, New Garden Town, Lahore - 54600, Pakistan.

Phone: (042) 35886801-4 Fax: (042) 35830338

Mills

62 KM, Lahore-Multan Highway, N-5, District Kasur, Pakistan.

Phone: (049) 4511464-5, 4510061-2 Fax: (049) 4510063

Email: info@centurypaper.com.pk

Website: www.centurypaper.com.pk