PIONEER
CEMENT

Quarterly Report
September 30, 2025

SHAPING THE FUTURE

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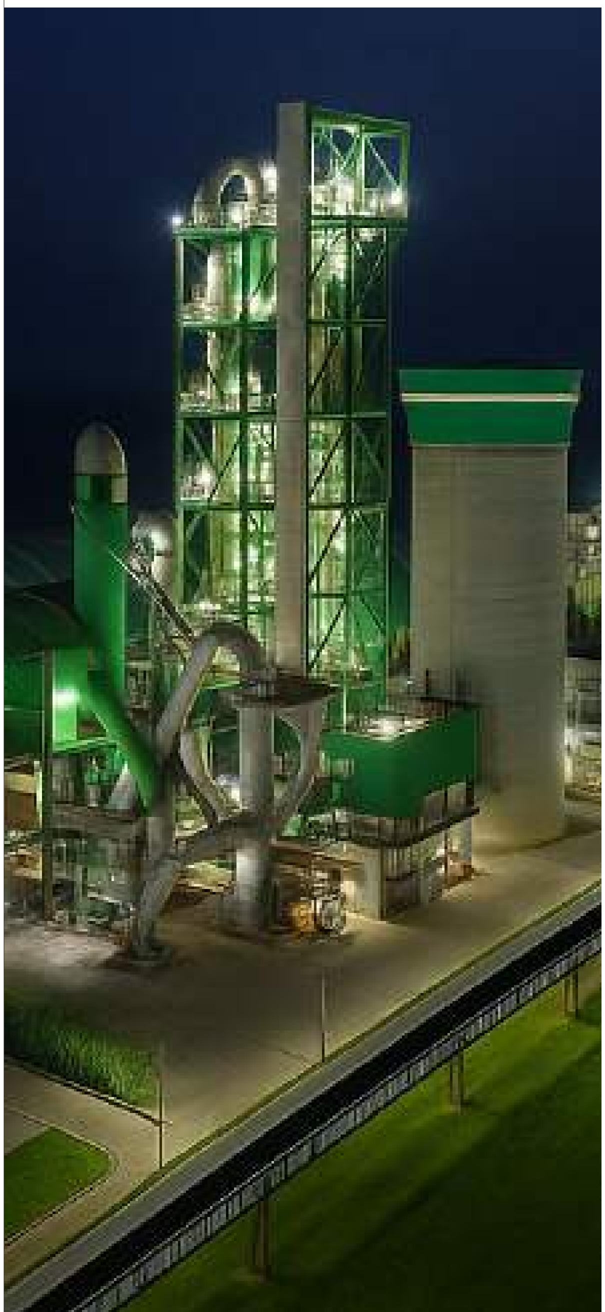

COMPANY INFORMATION

Board of Directors
Mr. Aly Khan [Chairman]
Mr. M. Habibullah Khan [CEO]
Ms. Aleeya Khan
Mr. Mohammed Aftab Alam
Mirza Ali Hasan Askari
Mr. Doraib A Kisat
Mr. Manzoor Ahmed
Sheikh Javed Elahi

Audit Committee
Mr. Manzoor Ahmed [Chairman]
Mr. Aly Khan
Ms. Aleeya Khan
Mr. Mohammed Aftab Alam
Sheikh Javed Elahi

HR & Remuneration Committee
Sheikh Javed Elahi [Chairman]
Mr. M. Habibullah Khan [CEO]
Mr. Aly Khan
Ms. Aleeya Khan
Mr. Mohammed Aftab Alam

Chief Financial Officer
Mr. Waqar Naeem

Chief Internal Auditor
Mr. Jan Muhammad

Company Secretary
Mr. Talha Saif

Bankers
Allied Bank Limited
Askari Bank Limited
Bank Al Habib Limited
BankIslami Pakistan
Dubai Islamic Bank
First Credit and Investment Bank
Habib Bank Limited
Habib Metropolitan Bank
JS Bank Limited
Meezan Bank Limited
MCB Bank Limited
National Bank of Pakistan
Samba Bank
The Bank of Khyber
The Bank of Punjab
United Bank Limited

Statutory Auditors
KPMG Taseer Hadi & Co.
Chartered Accountants

Legal Advisor
Hassan & Hassan

Share Registrar
Corplink (Pvt.) Limited,
Wings Arcade, 1-K Commercial,
Model Town, Lahore
Tel: +92 (42) 35839182, 35916714
Email: shares@corplink.com.pk
shares@pioneercement.com

Locations
REGISTERED OFFICE
64-B/1, Gulberg-III, Lahore
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Email: pioneer@pioneercement.com

FACTORY
Chenki, District Khushab
Tel: +92 (454) 724500
Email: factory@pioneercement.com

REGIONAL OFFICES

MULTAN
House No. 218, Naqshband Colony
Khanewal Road, Multan
Tel: +92 (61) 6355051

FAISALABAD
Office No. 5, 3rd Floor, Sitara Tower,
New Civil Lines, Bilal Road, Faisalabad
Tel: +92 (41) 2630030, 2630029

LIAISON OFFICE

KARACHI
F-54 Block 7, Clifton, Karachi
Tel: +92 (21) 38899693
Email: pclkhi@pioneercement.com

DIRECTORS' REPORT TO THE SHAREHOLDERS

In the name of Allah, the most Gracious, the most Merciful.

The Directors of the Company are pleased to present their report on performance of the Company together with interim financial statements for the period ended September 30, 2025.

Economy

Macroeconomic conditions showed gradual stabilization during the first quarter of financial year 2025-26. While the State Bank of Pakistan held the policy rate at 11% to balance disinflation with growth, CPI inflation hovered around 4% during this period, placing it among the lowest readings in recent years, reinforcing macroeconomic stability. Subsequent to period-end, Pakistan concluded a staff-level agreement with the IMF for a US$ 1.2 billion tranche. Meanwhile, renewed instability along the Afghanistan border poses risks to trade, security, investor confidence and regional supply chains.

Cement Industry

Several regions of Pakistan experienced disruptive floods mainly due to upstream dam releases and an extended monsoon season. Despite these challenges, the cement industry, after a prolonged downturn, recorded stronger domestic demand and firm export momentum amid sustained competition and continued pressure on input costs from energy and royalties.

The industry dispatched a total of 12.16 million tons during the period under review as compared to 10.46 million tons in the same period last year (SPLY). Local dispatches grew by 15.1% to 9.57 million tons (SPLY: 8.32 million tons), while exports increased by 20.8% to 2.59 million tons (SPLY: 2.14 million tons).

Company Performance

Production and Sales Volume

(Tons)

	Period ended September 30, 2025	2024	Variance %
Production			
Cement production	**534,706**	476,227	12.28
Cement sales	**549,927**	463,187	18.73

Financial Performance

The financial performance of the Company is as follows:

(Rs. in thousand)

Particulars	Period ended September 30, 2025	2024	Variance %
Net sales	8,416,621	7,890,606	6.67
Cost of sales	5,909,890	5,489,766	7.65
Gross profit	2,506,731	2,400,840	4.41
Operating profit	2,211,518	2,117,400	4.44
Profit before taxation	2,088,701	1,676,820	24.56
Profit after taxation	1,274,108	1,022,860	24.56
Earnings per share (Rs.)	5.61	4.50	24.56

Gross sales for the period under review amounted to Rs. 13,116 million (SPLY: Rs. 11,846 million), while deductions of Rs. 4,700 million (SPLY: Rs. 3,955 million) on account of taxes, federal excise duty and commission/discounts resulted in net sales of Rs. 8,417 million (SPLY: Rs. 7,891 million), reflecting 6.67% growth in topline revenue. This growth primarily reflects 18.73% increase in sales volume, partially offset by competitive selling prices.

Cost of sales for the current period amounted to Rs. 5,910 million compared to Rs. 5,490 million during SPLY, an increase of 7.65%. This increase mainly represents the impact of higher sales volumes, partially offset by better absorption of fixed costs, efficiency gains through an optimum fuel mix, improved process operations and lower variable production costs.

The Company's strategic focus on premium markets, coupled with improved pricing, quantitative growth, cost-control initiatives and efficiency gains, helped mitigate pressures from higher input costs (particularly higher royalty on minerals) along with rising overheads and lower capacity utilization. As a result, operating profit stood at Rs. 2,212 million (SPLY: Rs. 2,117 million).

The settlement of syndicated project financing obligations and sound financial management, together with a decline in the monetary policy rate, reduced finance costs to less than half of SPLY levels. During the period under review, gross finance charge, excluding any gains and income from short-term investments, was recorded at Rs. 214 million (SPLY: Rs. 493 million).

Owing to a higher taxation regime, including the applicability of super tax, a charge of Rs. 815 million was recorded, bringing profit after tax to Rs. 1,274 million (SPLY: Rs. 1,023 million), equivalent to an EPS of Rs. 5.61 (SPLY: Rs. 4.50).

Composition of Board of Directors

The members of the Board along with their composition are:

i) Executive	Mr. M. Habibullah Khan (CEO)
ii) Non-executive	Mr. Aly Khan (Chairman of the Board)
	Mr. Mohammed Aftab Alam
	Mirza Ali Hasan Askari
	Mr. Doraib A Kisat
iii) Independent	Mr. Manzoor Ahmed
	Sheikh Javed Elahi
iv) Female (Non-executive)	Ms. Aleeya Khan

Total number of directors including CEO

a)	Male	7
b)	Female	1

Composition

i)	Independent Director	2
ii)	Non-Executive Directors	5
iii)	Chief Executive Officer (CEO)	1

The Company does not provide any remuneration to its directors other than the meeting fee. The meeting fee is determined by the Board in line with the approved policy.

Sustainability, Health, Safety and Community Welfare

The Company remains fully committed to sustainability, occupational safety and community welfare. Certified under ISO 14001:2015 and ISO 45001:2018, the Company upholds international standards in environmental and workplace safety management. Continuous efforts toward emission control, energy conservation and waste reduction demonstrate its focus on responsible operations. Through community development programs, healthcare, education support and infrastructure improvements, the Company actively contributes to local community well-being. A strong emphasis on employee welfare, diversity and inclusion reinforces its belief that people and environment form the foundation of long-term success.

Future Outlook

Cement industry capacity utilization still remains below potential. Although signs of revival are evident from double-digit growth in local cement dispatches, reflecting a gradual recovery in private construction activity. Rising input costs continue to pose challenges, particularly energy tariffs and royalties on mineral. Looking ahead, large-scale reconstruction following recent floods is expected to drive incremental demand for cement in the near to medium term. At the same time, intermittent border closures and heightened tensions with Afghanistan have hampered coal inflows through the Torkham and Chaman crossings. Uncertainties around royalty litigation, fiscal measures and potential cost shocks also persist. Nonetheless, the Company's strong cash flows, sound balance sheet and focus on operational efficiency provide resilience. With financial flexibility and prudent risk management, the Company remains well positioned to capitalize on emerging opportunities and sustain long-term growth.

Acknowledgement

The Board acknowledges the assistance and cooperation of all stakeholders including financial institutions, customers, creditors, Government departments and all others who strengthened the Company. The Board also places on record its gratitude for the dedication of employees of the Company.

For and on behalf of the Board

M Habibullah Khan
Chief Executive Officer
October 28, 2025

Aly Khan
Chairman

اعتراف

بورڈ تمام حصص کنندگان بشمول مالیاتی اداروں، صارفین، قرض دہندگان، سرکاری محکموں اور کمپنی کو مضبوط بنانے والے تمام دیگر اسٹیک ہولڈرز کی امداد اور تعاون کو خوش آمدید کہتا ہے۔ بورڈ کمپنی کے ملازمین کی محنت اور لگن پر ان کا شکر گزار ہے۔

ایم حبیب اللہ خان
چیف ایگزیکٹو آفیسر
28 اکتوبر 2025
لاہور

علی خان
چیئرمین بورڈ آف ڈائریکٹرز
28 اکتوبر 2025
لاہور

بورڈ آف ڈائریکٹرز

بورڈ ارکان کی ترتیب درج ذیل ہے۔

۱۔	جناب ایم حبیب اللہ خان	ایگزیکٹو
۲۔	جناب علی خان (چیئرمین)	نان ایگزیکٹو
	محترمہ عالیہ خان	نان ایگزیکٹو (خاتون)
	جناب محمد آفتاب عالم	نان ایگزیکٹو
	جناب دوہب اے کوسٹ	نان ایگزیکٹو
	مرزا علی حسن عسکری	نان ایگزیکٹو
۳۔	جناب منظور احمد	آزاد
	جناب شیخ جاوید الٰہی	آزاد

کل ارکان بشمول چیف ایگزیکٹو آفیسر

حضرات	۷
خاتون	۱
ترکیب	
آزاد	۲
نان ایگزیکٹو	۵

کمپنی اپنے ایگزیکٹو ڈائریکٹرز، نان ایگزیکٹو ڈائریکٹرز بشمول آزاد ڈائریکٹرز کو میٹنگ فیس کے علاوہ کوئی معاوضہ ادا نہیں کرتی جس کا تعین بورڈ نے منظور شدہ پالیسی کے تحت کیا ہے۔

پائیداری صحت، تحفظ اور ماحول

کمپنی پائیدار، محفوظ و صحت مند اور مددگار ماحول دینے کیلئے پرعزم ہے اور ISO 14001:2015 اور ISO 45001:2018 کے سرٹیفکیٹ بھی حاصل کر چکی ہے۔ کمپنی ماحولیاتی اور مقام کار کے حفاظتی انتظامات میں بین الاقوامی معیار کو برقرار رکھتی ہے۔ اخراج پر قابو پانے، توانائی کے تحفظ اور فضلہ میں کمی کی جانب مسلسل کوششیں ذمہ دارانہ کاروائیوں پر توجہ مرکوز کرنے کا ثبوت دیتی ہیں۔ علاقائی ترقی کے کام، صحت کی دیکھ بھال، تعلیم میں معاونت اور بنیادی ڈھانچے کی بہتری کے ذریعے کمپنی مقامی آبادی کی فلاح و بہبود میں فعال حصہ ڈالتی ہے۔ ملازمین کی فلاح و بہبود، تحفظ اور شمولیت کمپنی کے اس عزم کو تقویت دیتا ہے کہ لوگ اور ماحول طویل مدتی کامیابی کی بنیاد بناتے ہیں۔

مستقبل کا نقطہ نظر

نئی تعمیراتی سرگرمیوں میں بتدریج بحالی، مقامی منڈی میں سیمنٹ کی ترسیل میں دوہرے ہندسے کی نمو کے باوجود سیمنٹ کی صنعت کی پیداواری صلاحیت اور استعمال کی شرح ابھی بھی کم ہے۔ بڑھتی ہوئی لاگت مزید مشکلات کی وجہ بن رہی ہے خاص طور پر توانائی کی قیمت اور معدنیات پر رائلٹی میں اضافہ۔ مستقبل قریب میں حالیہ سیلاب کے بعد بڑے پیمانے پر تعمیر نو متوقع ہے جس سے سیمنٹ کی طلب میں اضافہ ہو سکتا ہے۔ اس کے ساتھ ساتھ افغانستان کے ساتھ بڑھتی ہوئی کشیدگی نے طورخم اور چمن بارڈر کے ذریعے کلینکر کی آمد میں رکاوٹ ڈالی ہے۔ مزید یہ کہ رائلٹی سے متعلق قانونی چارہ جوئی، حکومتی مالیاتی اقدامات اور محکمانہ لاگت میں اضافے کی وجہ سے غیر یقینی صورتحال بھی برقرار رہے گی۔ تاہم کمپنی کا مضبوط مالیاتی نظام، بہترین مالیاتی سکت اور عمدہ عملی کارکردگی پر توجہ سے مزید بہتری کی امید ہے۔ مالی نظم اور بہتر انتظام کار کے باعث کمپنی ابھرتے ہوئے مواقع سے فائدہ اٹھانے اور طویل مدتی ترقی کو برقرار رکھنے کی بھرپور صلاحیت رکھتی ہے۔

ڈائریکٹرز رپورٹ برائے حصص داران

شروع اللہ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے

کمپنی کے ڈائریکٹرز 30 ستمبر 2025 کو ختم ہونے والی پہلی سہ ماہی کے غیر محاسب شدہ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

معیشت

مالی سال 2025-26 کی پہلی سہ ماہی کے دوران جامع معاشی اشاریوں میں بتدریج استحکام دیکھا گیا جبکہ اسٹیٹ بینک آف پاکستان نے شرح سود کو 11% پر برقرار رکھا تاکہ معاشی شرح افزائش کو مہنگائی کے ساتھ متوازن رکھا جا سکے۔ اس عرصے کے دوران افراط زر 4% کے قریب رہی جو کہ حالیہ برسوں میں سب سے کم سطح ہے۔ زیر نظر سہ ماہی کے اختتام کے بعد حکومت پاکستان نے IMF کے ساتھ 1.2 ارب امریکی ڈالر کی قسط کے لئے معاہدہ کو حتمی شکل دی۔ دریں اثنا، افغانستان کی سرحد کے ساتھ نئے عدم استحکام سے تجارت، امن و امان، سرمایہ کاروں کے اعتماد اور علاقائی تجارت کو خطرات لاحق ہیں۔

سیمنٹ کی صنعت

پاکستان کے کئی علاقوں نے تباہ کن سیلاب کا سامنا کیا جس کی بنیادی وجہ دریاؤں پر بنے ڈیموں سے پانی کا اخراج اور مون سون کے موسم میں طوالت ہے۔ ان مشکلات کے باوجود سیمنٹ کی صنعت نے ایک طویل مدتی مندی کے بعد مسابقت، توانائی اور ٹیکس کی لاگت پر مسلسل دباؤ کے باوجود ملکی سطح پر سیمنٹ کی طلب اور برآمدات میں ترقی کی۔ زیر جائزہ مدت کے دوران سیمنٹ کی مجموعی ترسیلات 12.16 ملین ٹن رہیں جو کہ گزشتہ سال کی اسی سہ ماہی کے دوران 10.46 ملین ٹن تھیں۔ مقامی فروخت 15.1% سے بڑھ کر 9.57 ملین ٹن ہو گئی جبکہ برآمدات 20.8% اضافے سے 2.59 ملین ہو گئیں۔ گزشتہ سال اسی عرصہ میں مقامی فروخت 8.32 ملین ٹن اور برآمدات 2.14 ملین ٹن رہیں۔

مالیاتی کارکردگی

زیر جائزہ مدت کے لئے مجموعی فروخت 13,116 ملین روپے رہی جو کہ گزشتہ سال اسی سہ ماہی میں 11,846 ملین روپے تھی۔ جبکہ محصولات، فیڈرل ایکسائز ڈیوٹی اور کمیشن / رعایت کی مد میں کٹوتیاں 4,700 ملین روپے ہوئیں جو کہ گزشتہ سال اسی سہ ماہی میں 3,955 ملین روپے تھیں اس کی وجہ سے خالص فروخت 8,417 ملین روپے رہی جو کہ گزشتہ سال اسی سہ ماہی میں 7,891 ملین روپے تھی جو کہ آمدن میں 6.67% اضافے کی عکاسی کرتا ہے۔ یہ نمو بنیادی طور پر فروخت کے حجم میں 16.73% اضافے کی عکاسی کرتی ہے۔

زیر جائزہ عرصہ میں فروخت کی لاگت 7.65% اضافے کے بعد 5,910 ملین روپے ہو گئی جو کہ گزشتہ سال 5,490 ملین روپے تھی۔ یہ اضافہ بنیادی طور پر فروخت کے حجم میں اضافے کے اثرات کو ظاہر کرتا ہے، جو کہ جزوی طور پر مقررہ لاگت کے بہتر استعمال، ایندھن کی بہتر آمیزش کے ذریعے کارکردگی میں اضافہ، بہتر کارکردگی اور غیر منظم پیداواری لاگت کے ذریعے پورا کیا جاتا ہے۔

پریمیم مارکیٹوں پر کمپنی کی توجہ، متوازی نمو، لاگت پر قابو پانے کے اقدامات اور پیداوار میں اضافے کی بدولت سے مصنوعات پر اکائی کے حجم پر بڑھتے ہوئے محصولات اور دیگر اخراجات کے منفی اثرات کو کم کرنے میں مدد ملی۔ جس کی وجہ سے آپریٹنگ منافع 2,212 ملین روپے رہا جبکہ گزشتہ سال اسی سہ ماہی میں یہ 2,117 ملین روپے تھا۔

مالیاتی ذمہ داریوں کی ادائیگی اور بہتر مالیاتی انتظام کے ساتھ ساتھ مانیٹری پالیسی کی شرح میں کمی نے مالیاتی اخراجات کو گزشتہ سال اسی سہ ماہی کی نسبت نصف سے بھی کم کر دیا ہے۔ زیر جائزہ مدت کے دوران مالیاتی لاگت (قلیل مدتی سرمایہ کاری کی آمدن کو منہا کرنے کے بعد) 214 ملین روپے رہی جو کہ گزشتہ سال 493 ملین روپے تھی۔

ٹیکس کی بلند شرح خصوصاً سپر ٹیکس کے اطلاق کی وجہ سے 815 ملین روپے کے ٹیکس اخراجات رہے جس کی وجہ سے کمپنی کو 1,274 ملین روپے کا بعد از ٹیکس منافع ہوا ہے جو کہ گزشتہ سال کی اسی سہ ماہی میں 1,023 ملین روپے تھا۔ نتیجتاً کمپنی نے 5.61 روپے فی حصص آمدنی حاصل کی جو کہ گزشتہ سال کی اسی سہ ماہی میں 4.50 روپے تھی۔

Condensed Interim Financial Statements

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

Rupees in thousand	Note	September 30, 2025 Un-Audited	June 30, 2025 Audited
ASSETS			
Non Current Assets			
Property, plant and equipment	6	**73,387,273**	74,097,303
Investment property		**676,133**	676,133
Long Term Deposits		**82,547**	107,018
		74,145,953	74,880,454
Current Assets			
Stores, spares and loose tools		**4,207,111**	4,366,181
Stock-in-trade		**1,510,848**	1,487,404
Trade receivables		**1,856,514**	1,786,302
Loans and advances		**219,073**	124,948
Short-term prepayments		**16,140**	10,018
Sales tax Recoverable - net		**80,270**	21,525
Other receivables		**65,180**	61,687
Short-term investments		**3,133,539**	3,073,644
Cash and bank balances		**563,129**	554,696
		11,651,804	11,486,405
TOTAL ASSETS		**85,797,757**	86,366,859
EQUITY AND LIABILITIES			
Share Capital And Reserves			
Authorized share capital		**3,500,000**	3,500,000
Issued, subscribed and paid up share capital		**2,271,489**	2,271,489
Capital reserves			
Share premium		**197,517**	197,517
Surplus on revaluation of property, plant and equipment - net of tax		**21,577,009**	21,952,065
		21,774,526	22,149,582
Revenue reserve - unappropriated profit		**24,355,074**	22,705,910
		48,401,089	47,126,981
LIABILITIES			
Non Current Liabilities			
Long-term financing	7	**3,229,168**	3,500,000
Long-term deposits		**41,946**	41,956
Deferred liabilities		**22,814,174**	22,587,850
		26,085,288	26,129,806
Current Liabilities			
Trade and other payables	8	**6,517,180**	6,760,157
Retention money payable		**77,593**	75,884
Provision for taxation - net		**715,269**	487,938
Contract liabilities		**98,718**	84,990
Accrued mark-up / profit on financing	9	**193,088**	222,137
Short-term borrowings	10	**2,661,555**	4,554,150
Current portion of long-term financing	7	**958,333**	833,333
Unclaimed dividend		**89,644**	91,483
		11,311,380	13,110,072
		37,396,668	39,239,878
Contingencies And Commitments	11	**-**	-
TOTAL EQUITY AND LIABILITIES		**85,797,757**	86,366,859

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

Chief Financial Officer	Chief Executive Officer	Chairman

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

Rupees in thousand	Note	September 30, 2025	2024
Revenue from contracts with customers - gross		**13,116,308**	11,845,755
Sales tax		**(2,258,661)**	(2,018,887)
Federal excise duty		**(2,199,711)**	(1,852,745)
Discount, rebate and commission		**(241,315)**	(83,517)
		(4,699,687)	(3,955,149)
Revenue from contracts with customers - net		**8,416,621**	7,890,606
Cost of sales	12	**(5,909,890)**	(5,489,766)
Gross profit		**2,506,731**	2,400,840
Distribution cost		**(40,467)**	(40,803)
Administrative expenses		**(139,726)**	(137,065)
Other expenses		**(115,020)**	(105,572)
		(295,213)	(283,440)
Operating profit		**2,211,518**	2,117,400
Other income		**91,469**	52,578
Finance costs		**(214,286)**	(493,158)
		(122,817)	(440,580)
Profit before taxation		**2,088,701**	1,676,820
Taxation		**(814,593)**	(653,960)
Profit after taxation		**1,274,108**	1,022,860
Earnings per share - basic and diluted (Rs.)		**5.61**	4.50

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

Chief Financial Officer | Chief Executive Officer | Chairman

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

Rupees in thousand	September 30, 2025	September 30, 2024
Profit after taxation	**1,274,108**	1,022,860
Other comprehensive income for the period		
Items that may be reclassified to statement of profit or loss	**-**	-
Items that will not be reclassified to statement of profit or loss subsequently	**-**	-
	-	-
Total comprehensive income for the period	**1,274,108**	1,022,860

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

Chief Financial Officer | Chief Executive Officer | Chairman

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

Rupees in thousand	Issued, subscribed and paid-up capital	Reserves				Total equity
		Capital		Revenue	Sub total	
		Share premium	Surplus on revaluation of property, plant and equipment	Accumulated profits		
Balance as at June 30, 2024 (Audited)	2,271,489	197,517	23,358,385	19,844,450	43,400,352	45,671,841
Profit after taxation for the period	-	-	-	1,022,860	1,022,860	1,022,860
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	1,022,860	1,022,860	1,022,860
Revaluation surplus realized through incremental depreciation - net of tax	-	-	(338,345)	338,345	-	-
Balance as at September 30, 2024 (Un-Audited)	**2,271,489**	**197,517**	**23,020,040**	**21,205,655**	**44,423,212**	**46,694,701**
Balance as at June 30, 2025 (Audited)	2,271,489	197,517	21,952,065	22,705,910	44,855,492	47,126,981
Profit after taxation for the period	-	-	-	1,274,108	1,274,108	1,274,108
Other comprehensive income for the period	-	-	-	-	-	-
	-	-	-	1,274,108	1,274,108	1,274,108
Revaluation surplus realized through incremental depreciation - net of tax	-	-	(375,056)	375,056	-	-
Balance as at September 30, 2025 (Un-Audited)	**2,271,489**	**197,517**	**21,577,009**	**24,355,074**	**46,129,600**	**48,401,089**

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

Chief Financial Officer | Chief Executive Officer | Chairman

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

Rupees in thousand	Note	September 30, 2025	2024
Cash Flows From Operating Activities			
Cash generated from operations	13	**2,770,556**	2,962,320
Income tax paid - net		**(378,392)**	(479,994)
Workers' profit participation fund paid		**(29,500)**	(24,000)
Employees' compensated absences paid		**(406)**	(1,801)
Gratuity paid		**(4,954)**	(6,532)
Decrease / (Increase) in long-term deposits		**24,461**	(25)
Net cash generated from operating activities	A	**2,381,765**	2,449,968
Cash Flows From Investing Activities			
Capital expenditure incurred		**(89,731)**	(116,247)
Short term investments made		**-**	(129,001)
Proceeds from disposal of property, plant and equipment		**-**	18
Net cash used in investing activities	B	**(89,731)**	(245,230)
Cash Flows From Financing Activities			
Repayment of long-term financing - net		**(145,832)**	(1,476,426)
Decrease in short-term borrowings		**(1,892,595)**	(4)
Finance cost paid		**(243,335)**	(693,534)
Dividend paid		**(1,839)**	(5,696)
Net cash used in financing activities	C	**(2,283,601)**	(2,175,660)
Net increase in cash and cash equivalents	A+B+C	**8,433**	29,078
Cash and cash equivalents - at the beginning of the period		**554,696**	414,631
Cash and cash equivalents - at the end of the period		**563,129**	443,709

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

Chief Financial Officer   Chief Executive Officer   Chairman

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

Pioneer Cement Limited (the Company) was incorporated in Pakistan as a public company limited by shares on February 09, 1986. Its shares are quoted on Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of cement. The registered office of the Company is situated at 64-B/1 Gulberg-III, Lahore. The Company's production facility is situated at Chenki, District Khushab in Punjab Province.

2 BASIS OF PRESENTATION AND MEASUREMENT

2.1 These condensed interim financial statements comprise the condensed interim statement of financial position of the Company, as at September 30, 2025 and the related condensed interim statement of profit and loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with the notes forming part thereof.

2.2 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.3 The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended June 30, 2025.

2.4 Comparative statement of financial position numbers are extracted from the annual audited financial statements of the Company for the year ended June 30, 2025, whereas comparatives of condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flow and condensed interim statement of changes in equity are stated from unaudited condensed interim financial statements of the Company for period ended September 30, 2025.

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

2.6 These condensed interim financial statements have been prepared under the 'historical cost convention' except for freehold land, factory building, cement production plants, waste heat recovery plants, coal power plants, investment property, short term investments and certain other financial instruments which are carried at revalued amounts / fair value and retirement benefit obligations which are measured at present value. These condensed interim financial statements are prepared in Pak Rupees, which is the functional currency of the Company. Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

3 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of 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.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual audited financial statements for the year ended June 30, 2025.

4 SIGNIFICANT ACCOUNTING POLICIES

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

5 TAXATION, WORKERS' WELFARE AND WORKERS' PROFIT PARTICIPATION FUND

Provisions in respect of Workers' Welfare Fund, Workers' Profit Participation Fund and Taxation are estimated based on management judgment and prevailing laws, these are subject to final adjustments in the annual audited financial statements.

Rupees in thousand		Note	**September 30, 2025 Un-Audited**	June 30, 2025 Audited
6	**PROPERTY, PLANT AND EQUIPMENT**			
	Operating fixed assets	6.1	**70,345,266**	71,143,539
	Capital work in progress		**2,694,340**	2,606,097
	Capital spares		**347,667**	347,667
			73,387,273	74,097,303
6.1	**Operating fixed assets**			
	Opening book value		**71,143,539**	73,525,369
	Additions during the period / year		**1,486**	784,916
			71,145,025	74,310,285
	Disposals during the period / year		**-**	(35,710)
	Depreciation for the period / year		**(799,760)**	(3,131,036)
	Closing book value		**70,345,265**	71,143,539
7	**LONG-TERM FINANCING**			
	National Bank of Pakistan - Term loan		**958,334**	1,000,000
	Allied Bank Limited - Facility I		**437,500**	500,000
	Allied Bank Limited - Facility II		**791,667**	833,333
	Allied Bank Limited - Facility III		**2,000,000**	2,000,000
			4,187,501	4,333,333
	Total long-term financing	7.1	**4,187,501**	4,333,333
	Less: current portion		**(958,333)**	(833,333)
	Non-current portion		**3,229,168**	3,500,000

7.1 There is no change in the terms of the facilities as mentioned in note 19 to annual audited financial statements for the year ended June 30, 2025.

Rupees in thousand		September 30, 2025 Un-Audited	June 30, 2025 Audited
8	**TRADE AND OTHER PAYABLES**		
	Creditors	**2,321,083**	3,138,005
	Payable to statutory authorities	**2,678,721**	2,225,656
	Accrued expenses	**584,934**	485,878
	Deposits	**8,551**	4,650
	Employees' compensated absences	**90,505**	79,055
	Worker related funds	**803,656**	718,381
	Others	**29,730**	108,532
		6,517,180	6,760,157
9	**ACCRUED MARKUP / PROFIT ON FINANCING**		
	Accrued profit on financing from Islamic banks		
	Short-term borrowing	**32,619**	29,474
	Accrued mark-up on financing from conventional banks		
	Long-term financing	**119,008**	130,755
	Short-term borrowing	**41,460**	61,908
		160,468	192,663
		193,087	222,137
10	**SHORT-TERM BORROWINGS**		
	Islamic Banks		
	Meezan Bank Limited	**1,571,874**	1,201,644
	Conventional Banks		
	Allied Bank Limited	**363,566**	406,385
	National Bank of Pakistan	**93,395**	999,441
	MCB Bank Limited	**120,956**	465,374
	Bank Al Habib Limited	**22,231**	33,789
	Habib Bank Limited	**210,991**	1,004,262
	The Bank of Punjab	**278,542**	443,255
		1,089,681	3,352,506
		2,661,555	4,554,150

10.1 There is no change in the terms of facilities as disclosed in note 24 to annual audited financial statements for the year ended June 30, 2025.

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

There has been no significant change in the contingencies as disclosed in note 26 to the annual financial statements for the year ended June 30, 2025.

11.2 Commitments

Commitments in respect of outstanding letters of credit amount to Rs. 215.37 million (June 30, 2025: Rs.97.53 million). In addition, commitment in respect of contracts registered with banks are Rs.3.57 Million (June 30, 2025: Nil).

Commitments in respect of issued letters of guarantee favoring Collector of Customs, Karachi amount to Rs.78.9 million (June 30, 2025: Rs. 78.9 million).

Rupees in thousand	Un-Audited September 30, 2025	2024
12 COST OF SALES		
Raw material consumed	**1,051,307**	992,788
Packing material consumed	**430,807**	319,575
Fuel and power	**3,213,481**	3,167,405
Stores and spare parts consumed	**113,367**	97,624
Salaries, wages and benefits	**307,677**	276,768
Insurance	**21,614**	17,182
Repairs and maintenance	**35,496**	37,246
Depreciation	**740,874**	595,522
Other manufacturing expenses	**37,951**	77,474
Total manufacturing cost	**5,952,574**	5,581,584
Work in process		
Opening balance	**989,869**	1,072,895
Closing balance	**(1,175,453)**	(1,028,836)
	(185,584)	44,059
Cost of goods manufactured	**5,766,990**	5,625,643
Finished goods		
Opening balance	**305,611**	169,537
Closing balance	**(162,711)**	(305,414)
	142,900	(135,877)
	5,909,890	5,489,766
13 CASH GENERATED FROM OPERATIONS		
Profit before taxation	**2,088,701**	1,676,820
Adjustment for		
Depreciation	**799,760**	771,198
Provision for gratuity and compensated absences	**34,265**	31,476
Finance cost	**214,286**	493,158
Provision for expected credit losses	**3,000**	6,000
Gain on disposal of property, plant and equipment	**-**	(5)
Provision for Workers' Profit Participation Fund	**65,710**	52,752
Provision for Workers' Welfare Fund	**49,065**	39,812
Remeasurement gain on assets held at fair value - net	**(59,895)**	-
Cash flow before working capital changes	**3,194,892**	3,071,211
Working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	**159,070**	(63,497)
Stock in trade	**(23,444)**	(67,468)
Trade receivables	**(73,212)**	(91,674)
Loans and advances	**(94,125)**	3,778
Trade deposits and short term prepayments	**(6,122)**	(74,149)
Other receivables	**(3,493)**	20,357
	(41,326)	(272,653)
Increase/ (decrease) in current liabilities		
Trade and other payables	**(339,702)**	31,775
Contract liabilities	**13,728**	15,767
Sales tax payable	**(58,745)**	112,284
Retention money	**1,709**	3,936
	(383,010)	163,762
Cash generated from operations	**2,770,556**	2,962,320

14 FINANCIAL INSTRUMENTS-FAIR VALUES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Company is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1).

- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (level 2).

- Unobservable inputs for the asset or liability (level 3).

The following table shows the carrying amounts and fair values of financial instruments and non-financial instruments including their levels in the fair value hierarchy:

Rupees in thousand	Note	Carrying Amount					Fair Value		
		Fair value through other comprehensive income	Fair value through profit and loss	Financial Assets at amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3
On-Balance sheet financial instruments September 30, 2025 (Un-Audited)									
Financial assets measured at fair value									
Investments		-	2,273,565	-	-	2,273,565	-	2,273,565	-
Financial assets at amortized cost									
Long term deposits		-	-	82,547	-	82,547	-	-	-
Short term Investment		-	-	859,974	-	859,974	-	-	-
Trade debts - unsecured, considered good		-	-	1,856,514	-	1,856,514	-	-	-
Loans to employees		-	-	4,516	-	4,516	-	-	-
Other receivables		-	-	65,180	-	65,180	-	-	-
Cash and bank balances		-	-	563,129	-	563,129	-	-	-
	14.1	-	-	3,431,860	-	3,431,860	-	-	-
Financial liabilities measured at fair value		-	-	-	-	-	-	-	-
Financial liabilities measured at amortized cost									
Long term financing		-	-	-	4,187,501	4,187,501	-	-	-
Long term deposits		-	-	-	41,946	41,946	-	-	-
Unclaimed dividend		-	-	-	89,644	89,644	-	-	-
Retention money		-	-	-	77,593	77,593	-	-	-
Trade and other payables		-	-	-	2,944,298	2,944,298	-	-	-
Accrued mark-up/ profit on financing		-	-	-	193,088	193,088	-	-	-
Short term borrowings		-	-	-	2,661,555	2,661,555	-	-	-
	14.1	-	-	-	10,195,625	10,195,625	-	-	-

Rupees in thousand	Note	Carrying Amount					Fair Value		
		Fair value through other comprehensive income	Fair value through profit and loss	Financial Assets at amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3
On-Balance sheet financial instruments June 30, 2025 (Audited) Financial assets measured at fair value									
Investments		-	2,125,110	-	-	2,125,110	2,125,110	-	-
Financial assets at amortized cost									
Long term deposits		-	-	107,018	-	107,018	-	-	-
Short term Investment		-	-	858,534	-	858,534	-	-	-
Trade debts - unsecured, considered good		-	-	1,786,302	-	1,786,302	-	-	-
Loans to employees		-	-	7,003	-	7,003	-	-	-
Other receivables		-	-	61,687	-	61,687	-	-	-
Cash and bank balances		-	-	554,696	-	554,696	-	-	-
	14.1	-	-	3,375,240	-	3,375,240	-	-	-
Financial liabilities measured at fair value		-	-	-	-	-	-	-	-
Financial liabilities measured at amortized cost									
Long term financing		-	-	-	4,464,088	4,464,088	-	-	-
Long term deposits		-	-	-	41,956	41,956	-	-	-
Unclaimed dividend		-	-	-	91,483	91,483	-	-	-
Retention money		-	-	-	75,884	75,884	-	-	-
Trade and other payables		-	-	-	3,737,065	3,737,065	-	-	-
Short term borrowings		-	-	-	4,645,532	4,645,532	-	-	-
	14.1	-	-	-	13,056,008	13,056,008	-	-	-

14.1 The Company has not disclosed the fair values of these financial assets and liabilities as these are for short term or are repriced over short term. Therefore, their carrying amounts are reasonable approximation of fair value.

15 RECONCILIATION OF MOVEMENT OF LIABILITIES TO CASH FLOWS ARISING FROM FINANCING ACTIVITIES

Rupees in thousand	For the quarter ended September 30, 2025				
	Liabilities				
	Long term finances	Short term borrowings	Accrued mark-up / profit on financing	Unclaimed Dividend	Total
Balance as at July 01, 2025	**4,333,333**	**4,554,150**	**222,137**	**91,483**	**9,201,103**
Changes from financing activities					
Repayment of long term finances - secured	**(145,832)**	**-**	**-**	**-**	**(145,832)**
Decrease in short term borrowings - net	**-**	**(1,892,595)**	**-**	**-**	**(1,892,595)**
Finance costs paid	**-**	**-**	**(243,335)**	**-**	**(243,335)**
Dividend paid	**-**	**-**	**-**	**(1,839)**	**(1,839)**
Total changes from financing cash flows	**(145,832)**	**(1,892,595)**	**(243,335)**	**(1,839)**	**(2,283,601)**
Other changes					
Finance costs	**-**	**-**	**214,286**	**-**	**214,286**
Total liability related other changes	**-**	**-**	**214,286**	**-**	**214,286**
Closing as at September 30, 2025	**4,187,501**	**2,661,555**	**193,088**	**89,644**	**7,131,788**

Rupees in thousand	For the quarter ended September 30, 2024				
	Liabilities				
	Long term finances	Short term borrowings	Accrued mark-up / profit on financing	Unclaimed Dividend	Total
Balance as at July 01, 2024	8,071,290	2,431,737	646,985	74,593	11,224,605
Changes from financing activities					
Repayment of long term finances - secured					
Decrease in short term borrowings - net					
Total changes from financing cash flows	(1,476,426)	(4)	(693,534)	(5,696)	(2,175,660)
Other changes					
Finance costs	-	-	493,158	-	493,158
Total liability related other changes	-	-	493,158	-	493,158
Closing as at September 30, 2024	6,594,864	2,431,733	446,609	68,897	9,542,103

16 TRANSACTIONS WITH RELATED PARTIES

The related parties of the Company comprise of the associated companies and undertakings having directors in common, directors and key management personnel. Transactions with related parties other than those disclosed elsewhere in the financial statements are as follows:

Rupees in thousand			September 30,	
Relationship with Company	**Relationship**	**Nature of Transaction**	**2025**	2024
			Un-Audited	
Imperial developers and builders private limited	Common Directorship	Operations and Maintenance	**34,500**	34,500
Haleeb Foods Limited	Common Directorship	Rental income	**10,032**	8,649
		Reimbursement against:		
		- Operations and Maintenance	**17,250**	17,250
		- Others	**8,587**	9,975
Staff retirement contribution plan	Staff retirement benefits	Contribution to staff provident fund	**8,461**	8,481

Rupees in thousand	**September 30, 2025 Un-Audited**	June 30, 2025 Audited
Period end balances		
Receivable from Haleeb Foods Limited	**56,841**	29,027

17 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issuance by the Board of Directors of the Company on October 28, 2025.

Chief Financial Officer

Chief Executive Officer

Chairman

Notes

PIONEER CEMENT

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