

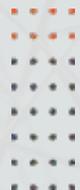


KOHINOOR
ENERGY LIMITED



Half Yearly Report 2025

July-December
(Un-Audited)



www.kel.com.pk

CONTENTS

CORPORATE INFORMATION	02
DIRECTOR'S REPORT	03
AUDITOR'S REPORT	05
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION	06
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	08
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY	09
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS	10
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS	11
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION	22
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	24
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY	25
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS	26
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS	27

CORPORATE INFORMATION

Board of Directors

Mr. M. Naseem Saigol
Chairman / Non-Executive

Mr. Muhammad Zeid Yousuf Saigol
Chief Executive Officer

Mr. Muhammad Murad Saigol
Executive

Syed Manzar Hassan
Non-Executive

Mr. Muhammad Omer Farooq
Non-Executive

Ms. Sadaf Kashif
Independent

Mr. Faisal Riaz
Independent

Company Secretary

Javed Manzoor

Audit Committee

Ms. Sadaf Kashif
Chairperson

Syed Manzar Hassan

Mr. Muhammad Omer Farooq

HR & Remuneration Committee

Mr. Faisal Riaz
Chairman

Mr. Muhammad Zeid Yousuf Saigol

Syed Manzar Hassan

Management

Mr. Muhammad Zeid Yousuf Saigol
Chief Executive Officer

Mr. Muhammad Ashraf
Chief Operating Officer/
Chief Financial Officer

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisor

LMA | Ebrahim Hosain

Sharia Advisor

Mufti Abbad Usmani

Bankers

Bank Alfalah Limited

Askari Bank Limited

AL Baraka Bank (Pakistan) Limited

Habib Bank Limited

MCB Bank Limited

Faysal Bank Limited

National Bank of Pakistan

Dubai Islamic Bank Pakistan Limited

Registered Office

301, 3RD Floor, Green Trust Tower,
Blue Area Islamabad, Pakistan.
Tel : +92-51-2813021-2
Fax : +92-51-2813023

Project/Head Office

Post Office Raja Jang, Near Tablighi Ijtima,
Raiwind Bypass, Lahore, Pakistan.
Tel : +92-42-35392317
Fax : +92-42-35393415-7

Shares Registrar

M/S. Corplink (Pvt.) Ltd.
Wings Arcade, 1-K, Commercial, Model Town, Lahore,
Pakistan.
Tel : +92-42-35839182, 35887262, 35916719
Fax : +92-42-35869037

Lahore Office

PEL Factory, 14-KM Ferozepur Road,
Lahore, Postcode 54760, Pakistan.
Tel : +92-42-35920117-8

Company Registration No.

0032461 of 1993-94

Company NTN

0656788-6

Website

www.kel.com.pk

DIRECTORS' REVIEW

The Board of Directors presents this brief report along with the unaudited operational and financial results of the Company, reviewed by the statutory auditors, for the second quarter and half year ended December 31, 2025.

The Company operates a furnace oil fired power plant with a net capacity of 124 MW. The Central Power Purchase Agency (CPPA) is the sole purchaser of the electricity generated by the Company. During the half year under review, due to lower demand from CPPA, the plant operated at a capacity factor of 3.47% and delivered 19,020 MWh of electricity, compared to a capacity factor of 4.29% and generation of 23,499 MWh in the corresponding period last year.

For the half year ended December 31, 2025, the Company recorded sales revenue of Rs. 1.382 billion, as against Rs. 1.889 billion in the corresponding period of the previous year. Net profit after tax for the second quarter ended December 31, 2025 amounted to Rs. 85.3 million, compared to Rs. 11.5 million in the corresponding quarter last year. During the half year ended Dec 31, 2025, the Company earned Rs. 224.91 million net profit after tax by demonstrating earnings per share (EPS) of Rs. 1.33 as compared to Rs. 325.23 million earned with an EPS of Rs. 1.92 during the corresponding period of six months.

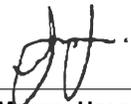
One major maintenance activity was undertaken during the half year under review in accordance with the Company's scheduled **8,000-hour maintenance program**. No engine overhaul was undertaken during the corresponding period of the previous financial year.

The Board appreciates the continued support of CPPA, financial institutions, suppliers, and shareholders, and acknowledges the efforts of the management and employees in ensuring safe and efficient operations of the Company.

For and on behalf of the Board



Muhammad Zeid Yousuf Saigol
Chief Executive Officer



Syed Manzar Hassan
Director

Lahore:
February 24, 2026

ڈائریکٹرز کا جائزہ

بورڈ آف ڈائریکٹرز کمپنی کے 31 دسمبر 2025 کو ختم ہونے والی دوسری سہ ماہی اور ششماہی مدت کے لیے، قانونی آڈیٹرز کی جانب سے جائزہ لیے گئے، غیر آڈٹ شدہ آپریشنل اور مالی نتائج کے ساتھ یہ مختصر رپورٹ پیش کرتا ہے۔

کمپنی 124 میگاواٹ کی خالص استعداد کے حامل فرنس آئل سے چلنے والے پاور پلانٹ کو آپریٹ کرتی ہے۔ سینٹرل پاور پراجیکٹس ایجنسی کی پیدا کردہ بجلی کی واحد خریدار ہے۔ زیر جائزہ ششماہی مدت کے دوران، کی جانب سے کم طلب کے باعث پلانٹ 3.47% کی صلاحیت کے تناسب سے بجلی فراہم کی گئی، جبکہ گزشتہ سال اسی مدت میں صلاحیت کا تناسب 4.29% تھا اور 23,499 (MWh) چلایا گیا اور 19,020 میگاواٹ آور میگاواٹ آور بجلی پیدا کی گئی تھی۔

دسمبر 2025 کو ختم ہونے والی ششماہی مدت کے لیے کمپنی نے 1.382 ارب روپے کی فروخت آمدنی ریکارڈ کی، جبکہ گزشتہ سال اسی مدت 31 میں یہ آمدنی 1.889 ارب روپے تھی۔ 31 دسمبر 2025 کو ختم ہونے والی دوسری سہ ماہی کے لیے بعد از ٹیکس خالص منافع 85.3 ملین روپے رہا، جبکہ گزشتہ سال اسی سہ ماہی میں یہ 11.5 ملین روپے تھا۔ 31 دسمبر 2025 کو ختم ہونے والی ششماہی مدت کے دوران کمپنی نے 224.91 روپے رہی، جبکہ گزشتہ سال اسی چھ ماہ کی مدت میں 1.33 (EPS) ملین روپے بعد از ٹیکس خالص منافع حاصل کیا اور فی حصص آمدنی 325.23 ملین روپے منافع اور فی حصص آمدنی 1.92 روپے تھی۔

زیر جائزہ ششماہی مدت کے دوران کمپنی کے مقررہ 8,000 گھنٹوں کے مینٹیننس پروگرام کے مطابق ایک بڑی مرمتی سرگرمی انجام دی گئی۔ گزشتہ مالی سال کی اسی مدت کے دوران کسی انجن کی اوور ہالٹنگ نہیں کی گئی تھی۔

بورڈ، سی پی پی اے، مالیاتی اداروں، سپلائرز اور شیئر ہولڈرز کے مسلسل تعاون کو سراہتا ہے، اور کمپنی کے محفوظ اور موثر آپریشنز کو یقینی بنانے میں انتظامیہ اور ملازمین کی کاوشوں کا اعتراف کرتا ہے۔



سید منظر حسن
ڈائریکٹر



محمد زید یوسف سہگل
چیف ایگزیکٹو آفیسر

لاہور

24 فروری 2026

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF KOHINOOR ENERGY LIMITED REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Kohinoor Energy Limited as at December 31, 2025 and the related unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the financial statements for the six month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the unconsolidated condensed interim statement of profit or loss and other comprehensive income for the three months period ended December 31, 2025 and December 31, 2024 have not been reviewed by us.

The engagement partner on the audit resulting in this independent auditor's report is Muhammad Ahsan Nadeem.



A. F. Ferguson & Co.
Chartered Accountants
Lahore

Date: February 27, 2026

UDIN: RR202510884a01NF4Pto

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF

	Note	Un-audited December 31, 2025	Audited June 30, 2025
(Rupees in thousand)			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 170,000,000 (June 30, 2025: 170,000,000) ordinary shares of Rs. 10 each		1,700,000	1,700,000
Issued, subscribed and paid up capital 169,458,614 (June 30, 2025: 169,458,614) ordinary shares of Rs. 10 each		1,694,586	1,694,586
Un-appropriated profit		2,594,908	2,369,996
		4,289,494	4,064,582
CURRENT LIABILITIES			
Short term finances - secured	5	843,362	1,050,502
Trade and other payables		194,950	184,195
Accrued finance cost		13,356	31,442
Unclaimed dividend		17,392	18,586
Employee benefits		6,093	11,907
Provision for taxation - net		23,754	24,396
		1,098,907	1,321,028
CONTINGENCIES AND COMMITMENTS			
	6		
		5,388,401	5,385,610

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

FINANCIAL POSITION AS AT DECEMBER 31, 2025 (UN-AUDITED)

	Note	Un-audited December 31, 2025	Audited June 30, 2025
(Rupees in thousand)			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	2,419,866	2,531,727
Intangible assets		839	1,092
Long term loans, deposits and investments		144	1,575
Investment in subsidiary		559	1,000
		<u>2,421,408</u>	<u>2,535,394</u>
CURRENT ASSETS			
Stores, spares and loose tools		410,151	444,302
Stock in trade		564,557	366,053
Trade debts	8	1,059,935	1,208,562
Loans, advances, deposits, prepayments and other receivables		255,225	538,442
Short term investments	9	1,396	216,294
Cash and bank balances	10	675,729	76,563
		<u>2,966,993</u>	<u>2,850,216</u>
		<u>5,388,401</u>	<u>5,385,610</u>



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THREE MONTH AND SIX MONTH PERIOD ENDED
DECEMBER 31, 2025 (Un-Audited)

	Note	Three month period ended		Six month period ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
(Rupees in thousand)					
Revenue from contract with customer	11	583,253	426,246	1,381,722	1,888,815
Cost of sales	12	(415,780)	(165,722)	(991,476)	(1,127,671)
Gross profit		167,473	260,524	390,246	761,144
Administrative expenses		(68,295)	(107,466)	(138,794)	(195,596)
Other expenses		(477)	(39,956)	(477)	(39,956)
Other income	13	627	13,705	4,038	29,879
Operating Profit		99,328	126,807	255,013	555,471
Finance costs		(13,744)	(111,796)	(28,930)	(222,525)
Profit before levy and taxation		85,584	15,011	226,083	332,946
Levy - final tax		(10)	(2,875)	(859)	(5,932)
Profit before taxation		85,574	12,136	225,224	327,014
Taxation		(312)	(640)	(312)	(1,784)
Profit after tax for the period		85,262	11,496	224,912	325,230
Other comprehensive income:					
Items that will not be reclassified subsequently to profit or loss		-	-	-	-
Items that may be reclassified subsequently to profit or loss		-	-	-	-
Total other comprehensive income		-	-	-	-
Total comprehensive income for the period		85,262	11,496	224,912	325,230
Earnings per share - basic and diluted - (in Rupees)		0.50	0.07	1.33	1.92

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2025

	Share Capital	Un-appropriated Profit	Total
	(Rupees in thousand)		
Balance as at July 01, 2024	1,694,586	2,831,855	4,526,441
Transactions with owners in their capacity as owners:			
Interim dividend for the year ended			
First interim dividend at the rate of Rs. 7 per share	-	(1,186,210)	(1,186,210)
Total comprehensive income for the six month period ended December 31, 2024	-	325,230	325,230
Balance as at December 31, 2024	<u>1,694,586</u>	<u>1,970,875</u>	<u>3,665,461</u>
Balance as at July 01, 2025	1,694,586	2,369,996	4,064,582
Total comprehensive income for the six month period ended December 31, 2025	-	224,912	224,912
Balance as at December 31, 2025	<u>1,694,586</u>	<u>2,594,908</u>	<u>4,289,494</u>

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2025

	Note	Six month period ended	
		December 31, 2025	December 31, 2024
Cash flows from operating activities			
Cash generated from operations	14	657,438	1,149,083
Employee benefits paid		(12,376)	(24,272)
Finance costs paid		(47,016)	(175,754)
Income tax paid		(954)	(5,896)
Net cash generated from operating activities		597,092	943,161
Cash flows from investing activities			
Purchase of property, plant and equipment		(9,177)	(297,495)
Proceeds from disposal of operating fixed assets		685	12,895
Profit on bank deposits received		1,077	29,879
Income on short term investment received		2,961	-
Purchase of short term investments		(2,102)	(1,607,795)
Proceeds from sale of short term investments		217,000	1,209,114
Expenses borne on behalf of subsidiary		(36)	-
Net cash generated from / (used in) investing activities		210,408	(653,402)
Cash flows from financing activities			
Dividend paid		(1,194)	(1,185,403)
Net cash generated from / (used in) financing activities		(1,194)	(1,185,403)
Net increase in cash and cash equivalents		806,306	(895,644)
Cash and cash equivalents at the beginning of the period		(973,939)	(1,509,345)
Cash and cash equivalents at the end of the period	15	(167,633)	(2,404,989)

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTH AND SIX MONTH PERIOD ENDED DECEMBER 31, 2024 (Un-Audited)

1 Legal status and nature of business

Kohinoor Energy Limited (the 'Company') was incorporated in Pakistan on April 26, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (the Ordinance) repealed with the enactment of the Companies Act, 2017 on May 30, 2017. The Company is listed on the Pakistan Stock Exchange. The principal activities of the Company are to own, operate and maintain a power plant of 124 MW capacity in Lahore and to sell the electricity produced therefrom to a sole customer, the Water and Power Development Authority (WAPDA) under a Power Purchase Agreement (PPA), for a term of 30 years which commenced from June 19, 1997. Subsequently, WAPDA had irrevocably transferred all of its rights, obligations and liabilities under the PPA to Central Power Purchasing Agency Guarantee Limited (CPPA-G) (Power Purchaser) thereunder via Novation Agreement and Amendment Agreement to the Implementation Agreement which became effective on February 11, 2021 after approval from the relevant authorities. The Power Purchase Agreement (PPA) had been extended for a period of one hundred and sixty one (161) days from June 20, 2027 to November 27, 2027, based on the Amendment Agreement signed on February 19, 2025 between the CPPA-G and the Company.

The address of the registered office of the Company is 301, 3rd Floor, Green Trust Tower, Blue Area, Islamabad and the Company's power plant has been set up at Post Office Raja Jang, Near Tablighi Ijtima, Raiwind Bypass, Lahore.

The amended PPA is due to expire on November 27, 2027. Management believes that KEL's operations will remain sustainable beyond the expiry of the current PPA. This assessment is supported by the anticipated growth in national electricity demand, driven by certain factors such as shift of the textile sector from captive generation to the national grid following changes in tariff regime, the growth in industrial activity due to reduction in interest rates, the implementation of a lower tariff against incremental consumption by industrial and commercial consumers for three years commencing from December 2025 and the plant's strategic location near key consumption hubs. In addition, the Company is actively exploring opportunities under the upcoming Competitive Trading Bilateral Contracts Market (CTBCM) and potential direct supply arrangements with industrial bulk consumers. These initiatives are expected to support continued operations and diversify revenue streams going forward. Accordingly, the unconsolidated condensed financial statements have been prepared on a going concern basis.

2 Basis of preparation

2.1 Statement of Compliance

These unconsolidated 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, directives and notifications issued under the Companies Act, 2017.

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

- 2.2** These unconsolidated condensed interim financial statements are un-audited but subject to limited scope review by the auditors and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations 2019. These unconsolidated 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 financial statements of the Company for the year ended June 30, 2025. Comparative statement of unconsolidated financial position is extracted from annual audited financial statements as of June 30, 2025, whereas comparative unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity are stated from unaudited condensed interim financial information of the Company for the six-month period ended December 31, 2024.
- 2.3** These unconsolidated 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 rupee unless otherwise specified.

3 Standards, amendments and interpretations to published accounting standards

3.1 Initial application of standards, amendments or interpretations to existing standards

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates as detailed below:

3.1.1 Standards, amendments and interpretations to existing standards that are effective in current period

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on July 1, 2025 but are considered not to be relevant or to 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 unconsolidated condensed interim financial statements.

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 to the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

4 Material accounting information, estimates, judgements and financial risk management

The preparation of these unconsolidated condensed interim financial statements is in conformity with the approved accounting and reporting standards as applicable in Pakistan. Interim reporting requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

Accounting policies, judgements and estimates made by the management in preparation of these unconsolidated condensed interim financial statements are same as those applied to the audited financial statements as at and for the year ended June 30, 2025.

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited financial statements as at and for the year ended June 30, 2025.

5 Short term finances - secured

Short term borrowings under mark-up and Shariah arrangements obtained as under:

		<u>Un-audited</u> <u>December</u> <u>31, 2025</u>	<u>Audited</u> <u>June</u> <u>30, 2025</u>
(Rupees in thousand)			
Under mark up arrangements - secured	- note 5.1	743,362	449,302
Under arrangements permissible under Shariah - secured	- note 5.2	100,000	601,200
		<u>843,362</u>	<u>1,050,502</u>

5.1 Markup Arrangements

Short term finances available from commercial banks under mark up arrangements amount to Rs. 2,650 million (June 30, 2025: Rs. 3,000 million). The rates of mark up for finances under mark up arrangement ranged from 11.37% to 12.64% per annum (June 30, 2025: 12.33% to 21.88% per annum). Various sub facilities comprising money market loans and letters of guarantee have also been utilized during the period. The security and other agreements, negotiable instruments and documents to be executed by the Company in favor of the bank shall be in the form and substance satisfactory to the bank. The Company shall execute or cause to be executed all such instruments, deeds or documents, which the bank may in its sole discretion require. Out of the aggregate running finances availed by the Company, Rs. 2,650 million are secured by joint pari passu charge on current assets

5.2 Arrangements permissible under Shariah

Short term finances available from Islamic banks under Islamic arrangements amount to Rs. 1,400 million (June 30, 2025: Rs. 2,150 million). The rates of mark up for finances under arrangements permissible under shariah ranged from 11.13% to 11.61% per annum (June 30, 2025: 11.61% to 22.59% per annum) on the balances outstanding. Out of the aggregate running finances availed by the Company, Rs. 1,400 million are secured by joint pari passu charge on current assets.

5.3 Of the aggregate facility of Rs. 650 million (June 30, 2025: Rs. 1,475 million) for opening letters of credit and Rs. 7 million (June 30, 2025: Rs. 7 million) for guarantees, the amount utilized as at December 31, 2025 was Nil (June 30, 2025: Rs. 6.68 million) and Rs. 6.68 million (June 30, 2025: Rs. 6.68 million) respectively.

6 Contingencies and commitments

6.1 Contingencies

There has been no significant change in the status of the contingent liabilities disclosed as at June 30, 2025.

6.2 Commitments

- (i) Letters of credit / bank contracts other than capital expenditure are Nil (June 30, 2025: Rs 6.68 million).
- (ii) Letters of credit / bank contracts for capital expenditure are Nil (June 30, 2025: Nil).

		Un-audited December 31, 2025	Audited June 30, 2025
		(Rupees in thousand)	
7	Property, plant and equipment		
	Operating fixed assets - note 7.1	2,110,179	2,203,075
	Major spare parts and standby equipment	309,687	328,652
		<u>2,419,866</u>	<u>2,531,727</u>
7.1	Operating fixed assets		
	Opening net book value	2,203,075	2,235,447
	Additions during the period / year - note 7.1.1	28,117	195,917
		<u>2,231,192</u>	<u>2,431,364</u>
	Disposals during the period / year (at net book value) - note 7.1.2	685	22,570
	Depreciation charged during the period / year	120,328	205,719
		<u>(121,013)</u>	<u>(228,289)</u>
		<u>2,110,179</u>	<u>2,203,075</u>
7.1.1	Additions during the period / year		
	Plant and machinery	18,940	165,092
	Office appliances and equipment	-	70
	Electric appliances and equipment	-	5,398
	Computers	-	340
	Vehicles	9,177	25,017
		<u>28,117</u>	<u>195,917</u>
7.1.2	Disposals during the period / year		
	Computer	-	408
	Vehicles	685	22,162
		<u>685</u>	<u>22,570</u>
8	Trade debts - secured		
	Trade debts - secured - note 8.1	1,059,935	1,208,562

8.1 Trade debts represent an overdue amount of Rs 896.10 million (June 30, 2025: Rs 598.11 million) receivable from CPPA-G. These trade debts are secured by guarantee from Government of Pakistan (GoP) under implementation agreement. These are in the normal course of business and are interest free, however, a penal markup at the rate of 3-months KIBOR plus 1.00% per annum (June 30, 2025: 3-months KIBOR plus 1.00% per annum) is charged in case the amounts are not paid within the due date. The penal mark-up rate charged during the year was 11.86% to 12.37% (June 30, 2025: 12.13% to 20.52%) per annum. These include unbilled receivables aggregating to Rs. 16.86 million (June 30, 2025: Rs. 454.22 million).

9	Short term investments	Un-audited		Audited	
		December 31, 2025		June 30, 2025	
		Cost	Fair Value	Cost	Fair Value
		(Rupees in thousand)		(Rupees in thousand)	
	Fair value through profit or loss				
	NBP Islamic Daily Dividend Fund	1,396	1,396	216,294	216,294

10	Cash and bank balances	Un-audited		Audited	
		December 31, 2025		June 30, 2025	
		(Rupees in thousand)		(Rupees in thousand)	
	Balance at banks in:				
	Current accounts			179	766
	Saving accounts				
	- Under interest / mark up arrangements	- note 10.1	650,127	50,219	
	- Retention account - Onshore		23,996	24,461	
	- Under arrangements permissible under Shariah	- note 10.1	32	205	
			<u>674,155</u>	<u>74,885</u>	
			674,334	75,651	
	Cash in hand		<u>1,395</u>	<u>912</u>	
			<u>675,729</u>	<u>76,563</u>	

10.1 The balance in savings bank accounts bear mark up at rates ranging from 7.50% to 9.50% per annum (June 30, 2025: 5.01% to 19.00% per annum) and balance in accounts under arrangements permissible under Shariah bear profit at the rates ranging from 2.29% to 7.43% per annum (June 30, 2025: 2.78% to 20.50%).

11	Revenue from contract with customer	Un-audited		Un-audited	
		Three month period ended		Six month period ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
		(Rupees in thousand)			
	Energy Purchase Price revenue	228,363	29,809	718,819	894,768
	Less: Sales tax	(34,835)	(4,547)	(109,650)	(136,490)
		<u>193,528</u>	<u>25,262</u>	<u>609,169</u>	<u>758,278</u>
	Capacity Purchase Price revenue	363,394	328,220	726,788	1,057,773
	Delayed payment mark-up	26,331	72,764	45,765	72,764
		<u>583,253</u>	<u>426,246</u>	<u>1,381,722</u>	<u>1,888,815</u>

11.1 This represents revenue from contract with sole customer of the Company i.e. CPPA-G.

	Un-audited		Un-audited	
	Three month period ended		Six month period ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
12 Cost of sales	(Rupees in thousand)			
Raw material consumed	203,429	40,209	607,984	711,714
Liquidated damages	-	15,818	-	15,818
Salaries, wages and benefits	56,328	62,132	108,897	121,481
Stores and spares consumed	49,317	6,533	59,633	28,579
Depreciation on operating fixed assets	57,911	(37,305)	114,007	89,921
Fee and subscription	3,651	3,515	3,651	3,515
Insurance	21,111	36,463	42,225	71,547
Travelling, conveyance and entertainment	6,761	6,574	13,628	15,660
Repairs and maintenance	1,739	1,223	4,034	3,381
Communication charges	2,349	942	2,349	942
Electricity consumed in-house	13,375	19,093	28,123	41,031
Environmental expenses	213	25	213	25
Contracted services	2,563	10,500	5,093	20,846
Miscellaneous	(2,967)	-	1,639	3,211
	<u>415,780</u>	<u>165,722</u>	<u>991,476</u>	<u>1,127,671</u>
13 Other income				
Income on bank deposits - note 13.1	591	2,215	1,077	6,152
Income from mutual funds	36	11,490	2,961	23,727
	<u>627</u>	<u>13,705</u>	<u>4,038</u>	<u>29,879</u>
13.1 Income on bank deposits				
Income on bank deposits under markup arrangements	590	867	1,075	4,462
Income on bank deposits under arrangements permissible under Shariah	1	1,348	2	1,690
	<u>591</u>	<u>2,215</u>	<u>1,077</u>	<u>6,152</u>

14	Cash generated from operations	Note	Un-audited	
			Six month period ended	
			December 31, 2025	December 31, 2024
			(Rupees in thousand)	
	Profit before taxation		225,224	327,014
	Adjustment for non-cash charges and other items:			
	- Depreciation and amortization		120,581	96,734
	- Stores held for capitalisation expensed out		25	-
	- Loss on disposal of property, plant and equipment		-	117
	- Income on bank deposits and mutual funds		(4,038)	(29,879)
	- Provision for employee retirement benefits		6,562	15,996
	- Finance costs		28,930	222,525
	- Impairment loss on Investment in Subsidiary		477	-
	Profit before working capital changes		377,761	632,507
	Effect on cash flow due to working capital changes:			
	- Decrease / (increase) in stores, spares and loose tools		34,151	(87,414)
	- (Increase) / decrease in stock in trade		(198,504)	310,854
	- Decrease in trade debts		148,627	565,347
	- Decrease in loans, advances, deposits, prepayments and other receivables		283,217	199,327
	- Increase / (decrease) in trade and other payables		10,755	(471,538)
	- Proceeds from repayment of long term loan to employee		1,431	-
			279,677	516,576
			657,438	1,149,083
15	Cash and cash equivalents			
	Cash and bank balances	10	675,729	43,721
	Short term finances - secured	5	(843,362)	(2,448,710)
			(167,633)	(2,404,989)

16 Fair values of financial assets and liabilities

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 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 carrying values of all financial assets and liabilities reflected in these condensed interim financial statements approximate their fair values. Fair value is determined on the basis of objective evidence at each reporting date.

Specific valuation techniques used to value financial instruments include:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).

- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following is categorization of assets which are disclosed at fair value as at December 31, 2025:

	(Rupees in thousand)			Total
	Level 1	Level 2	Level 3	
Assets:				
Investments at fair value	1,396	-	-	1,396

The following is categorization of assets which are disclosed at fair value as at June 30, 2025:

	(Rupees in thousand)			Total
	Level 1	Level 2	Level 3	
Assets:				
Investments at fair value	216,294	-	-	216,294

17 Transactions with related parties

The related parties comprise associated undertakings, other related companies, key management personnel, inclusive of directors, and their close family members and post retirement benefit plan. The Company in the normal course of business carries out transactions with various related parties. The transactions with related parties, other than those which have been specifically disclosed elsewhere in these unconsolidated condensed interim financial statements are as follows:

Relationship with the Company	Nature of transaction	Un-audited	
		Six month period ended	
		December 31, 2025	December 31, 2024
		(Rupees in thousand)	
i) Associated undertakings and other related parties	Purchase of services	71	227
	Purchase of goods	-	-
	Dividend paid	-	692,124
ii) Key management personnel	Dividend paid	-	44,380
	Salaries and other employee benefits	64,060	70,897
iii) Post retirement benefit plan	Contributions made	6,962	8,276
iv) Subsidiary	Expenses borne by parent	36	-

All transactions with related parties are carried out on mutually agreed terms and conditions.

18 Disclosure requirement for companies not engaged in Shariah non-permissible business activities

Following information has been disclosed as required under PSX/N-1419 and Part 1 Clause VII of the Fourth Schedule to the Companies Act, 2017 as amended via S.R.O.1278(I)/2024 dated August 15, 2024:

Description	Explanation	Note	Un-audited	Audited
			December 31, 2025 (Rupees in thousand)	June 30, 2025 (Rupees in thousand)
Unconsolidated Statement of Financial Position - Liability Side				
Financing	Short term financing obtained from Islamic Institutions	5	100,000	601,200
Interest or mark-up accrued on any conventional loan or advance	Accrued finance cost on conventional loans		12,866	12,975
Unconsolidated Statement of Financial Position - Asset Side				
Long-term and short-term Shariah compliant investments	Investment in NBP Islamic Daily Dividend Fund	9	1,396	216,294
Shariah-compliant bank deposits, bank balances, and TDRs	Investment made under shariah permissible arrangement	10	110	282
Unconsolidated Statement of Profit or Loss and Other Comprehensive Income				
Revenue earned from a Shariah-compliant business segment during the period	Revenue earned from EPP as per contract with customer	- note 11	609,169	758,278
Revenue earned from a Shariah-compliant business segment during the period	Revenue earned from CPP as per contract with customer	- note 11	726,788	1,057,773
Break-up of late payments or liquidated damages	Delay payment surcharge on payments over credit term	- note 11	45,765	72,764
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates during the period	Dividend Income earned on investment in Mutual Fund	- note 13	2,961	23,727
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs during the period	Interest income earned on investment made under shariah permissible arrangement	- note 13.1	2	1,690
Profit paid on Islamic mode of financing during the period	Finance cost paid on short term financing obtained from Islamic Institutions		7,887	100,338
Total Interest earned on any conventional loan or advance	Income on bank deposits under mark-up arrangements	- note 13.1	1,075	4,462
Sale of scrap	Earned from Shariah compliant transactions		5,047	1,988

18.1 Relationship with Shariah Compliant Institutions:

The Company has an Islamic relationship with the following institution:

- i) Faysal Bank Limited;
- ii) Al Baraka Bank Pakistan Limited;
- iii) Dubai Islamic Bank Pakistan Limited; and
- iv) Habib Bank Limited
- v) Bank Islami Limited

Furthermore, the Company does not engage any Takaful operator for coverage; all relevant policies are secured through conventional insurance.

19 Date of authorization for issue

These unconsolidated condensed interim financial statements were authorized for issue on February 24, 2026 by the Board of Directors of the Company.

20 Subsequent events after reporting date

There are no other significant events that have occurred subsequent to the reporting date, other than those mentioned elsewhere in these condensed interim financial statements.

21 Corresponding figures

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the unconsolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss and other comprehensive income, the unconsolidated condensed interim statement of cash flows and the unconsolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purposes of comparison. However, no significant re-arrangements have been made.



Chief Executive Officer



Director



Chief Financial Officer

**CONSOLIDATED
FINANCIAL STATEMENTS**

CONSOLIDATED CONDENSED INTERIM STATEMENT OF

	Note	Un-audited December 31, 2025 (Rupees in thousand)	Audited June 30, 2025
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 170,000,000 (June 30, 2025: 170,000,000) ordinary shares of Rs. 10 each		1,700,000	1,700,000
Issued, subscribed and paid up capital 169,458,614 (June 30, 2025: 169,458,614) ordinary shares of Rs. 10 each		1,694,586	1,694,586
Un-appropriated profit		2,594,872	2,369,505
		4,289,458	4,064,091
CURRENT LIABILITIES			
Short term finances - secured	5	843,362	1,050,502
Trade and other payables		194,953	184,164
Accrued finance cost		13,356	31,442
Unclaimed dividend		17,392	18,586
Employee benefits		6,093	11,907
Provision for taxation - net		23,711	24,355
		1,098,867	1,320,956
CONTINGENCIES AND COMMITMENTS			
	6		
		5,388,325	5,385,047

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

FINANCIAL POSITION AS AT DECEMBER 31, 2025 (UN-AUDITED)

	Note	Un-audited December 31, 2025 (Rupees in thousand)	Audited June 30, 2025
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	2,419,866	2,531,727
Intangible assets		839	1,092
Long term loans, deposits and investments		144	1,575
		<u>2,420,849</u>	<u>2,534,394</u>
CURRENT ASSETS			
Stores, spares and loose tools		410,151	444,302
Stock in trade		564,557	366,053
Trade debts	8	1,059,935	1,208,562
Loans, advances, deposits, prepayments and other receivables		255,225	538,408
Short term investments	9	1,396	216,294
Cash and bank balances	10	676,212	77,034
		<u>2,967,476</u>	<u>2,850,653</u>
		<u>5,388,325</u>	<u>5,385,047</u>



Chief Executive Officer



Director



Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THREE MONTH AND SIX MONTH PERIOD ENDED
DECEMBER 31, 2025 (Un-Audited)

	Note	Three month period ended		Six month period ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
(Rupees in thousand)					
Revenue from contract with customer	11	583,253	426,246	1,381,722	1,888,815
Cost of sales	12	(415,780)	(165,722)	(991,476)	(1,127,671)
Gross profit		167,473	260,524	390,246	761,144
Administrative expenses		(68,331)	(107,641)	(138,830)	(196,114)
Other expenses		-	(39,956)	-	(39,956)
Other income	13	635	13,905	4,052	30,127
Operating Profit		99,777	126,832	255,468	555,201
Finance costs		(13,744)	(111,796)	(28,930)	(222,525)
Profit before levy and taxation		86,033	15,036	226,538	332,676
Levy - final tax		(10)	(2,875)	(859)	(5,932)
Profit before taxation		86,023	12,161	225,679	326,744
Taxation		(312)	(640)	(312)	(1,784)
Profit after tax for the period		85,711	11,521	225,367	324,960
Other comprehensive income:					
Items that will not be reclassified subsequently to profit or loss		-	-	-	-
Items that may be reclassified subsequently to profit or loss		-	-	-	-
Total other comprehensive income		-	-	-	-
Total comprehensive income for the period		85,711	11,521	225,367	324,960
Earnings per share - basic and diluted - (in Rupees)		0.51	0.07	1.33	1.92

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2025

	Share Capital	Un-appropriated Profit	Total
	(Rupees in thousand)		
Balance as at July 01, 2024	1,694,586	2,831,855	4,526,441
Transactions with owners in their capacity as owners:			
Interim dividend for the year ended			
First interim dividend at the rate of Rs. 7 per share	-	(1,186,210)	(1,186,210)
Total comprehensive income for the six month period ended December 31, 2024	-	324,960	324,960
Balance as at December 31, 2024	<u>1,694,586</u>	<u>1,970,605</u>	<u>3,665,191</u>
Balance as at July 01, 2025	1,694,586	2,369,505	4,064,091
Total comprehensive income for the six month period ended December 31, 2025	-	225,367	225,367
Balance as at December 31, 2025	<u>1,694,586</u>	<u>2,594,872</u>	<u>4,289,458</u>

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2025

	Note	Six month period ended	
		December 31, 2025	December 31, 2024
Cash flows from operating activities			
Cash generated from operations	14	657,402	1,148,573
Employee benefits paid		(12,376)	(24,272)
Finance costs paid		(47,016)	(175,754)
Income tax paid		(956)	(5,933)
Net cash generated from operating activities		597,054	942,614
Cash flows from investing activities			
Purchase of property, plant and equipment		(9,177)	(297,495)
Proceeds from disposal of operating fixed assets		685	12,895
Profit on bank deposits received		1,091	6,400
Income on short term investment received		2,961	23,727
Long term Loans and deposits repaid		-	1,000
Purchase of short term investments		(2,102)	(1,607,795)
Proceeds from sale of short term investments		217,000	1,209,114
Net cash generated from / (used in) investing activities		210,458	(652,154)
Cash flows from financing activities			
Dividend paid		(1,194)	(1,185,403)
Net cash generated from / (used in) financing activities		(1,194)	(1,185,403)
Net increase in cash and cash equivalents		806,318	(894,943)
Cash and cash equivalents at the beginning of the period		(973,468)	(1,509,345)
Cash and cash equivalents at the end of the period	15	(167,150)	(2,404,288)

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTH AND SIX MONTH PERIOD ENDED DECEMBER 31, 2025 (Un-Audited)

1 Legal status and nature of business

Holding Company:

Kohinoor Energy Limited (KEL)

- 1.1 Kohinoor Energy Limited (the 'Company') was incorporated in Pakistan on April 26, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (the Ordinance) repealed with the enactment of the Companies Act, 2017 on May 30, 2017. The Company is listed on the Pakistan Stock Exchange. The principal activities of the Company are to own, operate and maintain a power plant of 124 MW capacity in Lahore and to sell the electricity produced therefrom to a sole customer, the Water and Power Development Authority (WAPDA) under a Power Purchase Agreement (PPA), for a term of 30 years which commenced from June 19, 1997. Subsequently, WAPDA had irrevocably transferred all of its rights, obligations and liabilities under the PPA to Central Power Purchasing Agency Guarantee Limited (CPPA-G) (Power Purchaser) thereunder via Novation Agreement and Amendment Agreement to the Implementation Agreement which became effective on February 11, 2021 after approval from the relevant authorities. The Power Purchase Agreement (PPA) had been extended for a period of one hundred and sixty one (161) days from June 20, 2027 to November 27, 2027, based on the Amendment Agreement signed on February 19, 2025 between the CPPA-G and the Company.

The address of the registered office of the Company is 301, 3rd Floor, Green Trust Tower, Blue Area, Islamabad and the Company's power plant has been set up at Post Office Raja Jang, Near Tablighi Ijtima, Raiwind Bypass, Lahore.

The amended PPA is due to expire on November 27, 2027. Management believes that KEL's operations will remain sustainable beyond the expiry of the current PPA. This assessment is supported by the anticipated growth in national electricity demand, driven by certain factors such as shift of the textile sector from captive generation to the national grid following changes in tariff regime, the growth in industrial activity due to reduction in interest rates, the implementation of a lower tariff against incremental consumption by industrial and commercial consumers for three years commencing from December 2025 and the plant's strategic location near key consumption hubs. In addition, the Company is actively exploring opportunities under the upcoming Competitive Trading Bilateral Contracts Market (CTBCM) and potential direct supply arrangements with industrial bulk consumers. These initiatives are expected to support continued operations and diversify revenue streams going forward. Accordingly, the consolidated condensed financial statements have been prepared on a going concern basis.

Subsidiary company:

a) **KEL Power Solutions (Private) Limited (KPSL)**

KEL Power Solutions (Private) Limited ("KPSL") has been established under section 16 of the Companies Act, 2017 as a wholly-owned subsidiary on May 13, 2024. The principal line of business of KPSL shall be to carry on all or any of the businesses of generating, purchasing, importing, transforming, converting, distributing, supplying, exporting, installing solar plants, related services, supply of solar panels, obtaining agencies, establishing distribution network & accessories etc. The address of the registered office of KPSL is near Tablighi Ijtima, Raiwind Bypass, Lahore.

2 Basis of preparation

2.1 Statement of Compliance

These consolidated 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, directives and notifications issued under the Companies Act, 2017.

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

- 2.2** These consolidated condensed interim financial statements are un-audited but subject to limited scope review by the auditors and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations 2019. These consolidated 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 financial statements of the Group for the year ended June 30, 2025. Comparative statement of consolidated financial position is extracted from annual audited financial statements as of June 30, 2025, whereas comparative consolidated condensed interim statement of profit or loss and other comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity are stated from unaudited condensed interim financial information of the group for the six-month period ended December 31, 2024.
- 2.3** These consolidated condensed interim financial statements are prepared in Pak Rupees, which is the functional currency of the Group. Figures have been rounded off to the nearest thousand rupee unless otherwise specified.

3 Standards, amendments and interpretations to published accounting standards

3.1 Initial application of standards, amendments or interpretations to existing standards

The following amendments to existing standards have been published that are applicable to the Group's financial statements covering annual periods, beginning on or after the following dates as detailed below:

3.1.1 Standards, amendments and interpretations to existing standards that are effective in current period

Certain standards, amendments and interpretations to accounting standards are effective for accounting periods beginning on July 1, 2025 but are considered not to be relevant or to have any significant effect on the Group's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements.

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Group's accounting periods beginning on or after January 1, 2026, but are considered not to be relevant to the Group's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

4 Material accounting information, estimates, judgements and financial risk management

The preparation of these consolidated condensed interim financial statements is in conformity with the approved accounting and reporting standards as applicable in Pakistan. Interim reporting requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognized prospectively commencing from the period of revision.

Accounting policies, judgements and estimates made by the management in preparation of these consolidated condensed interim financial statements are same as those applied to the audited financial statements as at and for the year ended June 30, 2025.

The Group's financial risk management objectives and policies are consistent with those disclosed in the audited financial statements as at and for the year ended June 30, 2025.

5 Short term finances - secured

Short term borrowings under mark-up and Shariah arrangements obtained as under:

		<u>Un-audited</u> <u>December</u> <u>31, 2025</u>	<u>Audited</u> <u>June</u> <u>30, 2025</u>
		(Rupees in thousand)	
Under mark up arrangements - secured	- note 5.1	743,362	449,302
Under arrangements permissible under Shariah - secured	- note 5.2	100,000	601,200
		<u>843,362</u>	<u>1,050,502</u>

5.1 Markup Arrangements

Short term finances available from commercial banks under mark up arrangements amount to Rs. 2,650 million (June 30, 2025: Rs. 3,000 million). The rates of mark up for finances under mark up arrangement ranged from 11.37% to 12.64% per annum (June 30, 2025: 12.33% to 21.88% per annum). Various sub facilities comprising money market loans and letters of guarantee have also been utilized during the period. The security and other agreements, negotiable instruments and documents to be executed by the Group in favor of the bank shall be in the form and substance satisfactory to the bank. The Group shall execute or cause to be executed all such instruments, deeds or documents, which the bank may in its sole discretion require. Out of the aggregate running finances availed by the Group, Rs. 2,650 million are secured by joint pari passu charge on current assets.

5.2 Arrangements permissible under Shariah

Short term finances available from Islamic banks under Islamic arrangements amount to Rs. 1,400 million (June 30, 2025: Rs. 2,150 million). The rates of mark up for finances under arrangements permissible under shariah ranged from 11.13% to 11.61% per annum (June 30, 2025: 11.61% to 22.59% per annum) on the balances outstanding. Out of the aggregate running finances availed by the Group, Rs. 1,400 million are secured by joint pari passu charge on current assets.

5.3 Of the aggregate facility of Rs. 650 million (June 30, 2025: Rs. 1,475 million) for opening letters of credit and Rs. 7 million (June 30, 2025: Rs. 7 million) for guarantees, the amount utilized as at December 31, 2025 was Nil (June 30, 2025: Rs. 6.68 million) and Rs. 6.68 million (June 30, 2025: Rs. 6.68 million) respectively.

6 Contingencies and commitments

6.1 Contingencies

There has been no significant change in the status of the contingent liabilities disclosed as at June 30, 2025.

6.2 Commitments

(i) Letters of credit / bank contracts other than capital expenditure are Nil (June 30, 2025: Rs 6.68 million).

(ii) Letters of credit / bank contracts for capital expenditure are Nil (June 30, 2025: Nil).

7 Property, plant and equipment

		<u>Un-audited</u> <u>December</u> <u>31, 2025</u>	<u>Audited</u> <u>June</u> <u>30, 2025</u>
		(Rupees in thousand)	
Operating fixed assets	- note 7.1	2,110,179	2,203,075
Major spare parts and standby equipment		309,687	328,652
		<u>2,419,866</u>	<u>2,531,727</u>

		<u>Un-audited</u> <u>December</u> <u>31, 2025</u>	<u>Audited</u> <u>June</u> <u>30, 2025</u>
		(Rupees in thousand)	
7.1 Operating fixed assets			
Opening net book value		2,203,075	2,235,447
Additions during the period / year	- note 7.1.1	28,117	195,917
		<u>2,231,192</u>	<u>2,431,364</u>
Disposals during the period / year (at net book value)	- note 7.1.2	685	22,570
Depreciation charged during the period / year		120,328	205,719
		<u>(121,013)</u>	<u>(228,289)</u>
		<u>2,110,179</u>	<u>2,203,075</u>
7.1.1 Additions during the period / year			
Plant and machinery		18,940	165,092
Office appliances and equipment		-	70
Electric appliances and equipment		-	5,398
Computers		-	340
Vehicles		9,177	25,017
		<u>28,117</u>	<u>195,917</u>
7.1.2 Disposals during the period / year			
Computer		-	408
Vehicles		685	22,162
		<u>685</u>	<u>22,570</u>
8 Trade debts - secured			
Trade debts - secured	- note 8.1	<u>1,059,935</u>	<u>1,208,562</u>

- 8.1** Trade debts represent an overdue amount of Rs 896.10 million (June 30, 2025: Rs 598.11 million) receivable from CPPA-G. These trade debts are secured by guarantee from Government of Pakistan (GoP) under implementation agreement. These are in the normal course of business and are interest free, however, a penal markup at the rate of 3-months KIBOR plus 1.00% per annum (June 30, 2025: 3-months KIBOR plus 1.00% per annum) is charged in case the amounts are not paid within the due date. The penal mark-up rate charged during the year was 11.86% to 12.37% (June 30, 2025: 12.13% to 20.52%) per annum. These include unbilled receivables aggregating to Rs. 16.86 million (June 30, 2025: Rs. 454.22 million).

	<u>Un-audited</u>		<u>Audited</u>	
	<u>December 31, 2025</u>		<u>June 30, 2025</u>	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
	(Rupees in thousand)		(Rupees in thousand)	
9 Short term investments				
Fair value through profit or loss				
NBP Islamic Daily Dividend Fund	<u>1,396</u>	<u>1,396</u>	<u>216,294</u>	<u>216,294</u>

10 Cash and bank balances

	Un-audited December 31, 2025 (Rupees in thousand)	Audited June 30, 2025
Balance at banks in:		
Current accounts	179	766
Saving accounts		
- Under interest / mark up arrangements - note 10.1	650,127	50,219
- Retention account - Onshore	23,996	24,461
- Under arrangements permissible under Shariah - note 10.1	515	676
	<u>674,638</u>	<u>75,356</u>
	674,817	76,122
Cash in hand	1,395	912
	<u>676,212</u>	<u>77,034</u>

10.1 The balance in savings bank accounts bear mark up at rates ranging from 7.50% to 9.50% per annum (June 30, 2025: 5.01% to 19.00% per annum) and balance in accounts under arrangements permissible under Shariah bear profit at the rates ranging from 2.29% to 7.43% per annum (June 30, 2025: 2.78% to 20.50%).

11 Revenue from contract with customer

	Un-audited Three month period ended December 31, 2025	Un-audited December 31, 2024	Un-audited Six month period ended December 31, 2025	Un-audited December 31, 2024
	(Rupees in thousand)			
Energy Purchase Price revenue	228,363	29,809	718,819	894,768
Less: Sales tax	(34,835)	(4,547)	(109,650)	(136,490)
	<u>193,528</u>	<u>25,262</u>	<u>609,169</u>	<u>758,278</u>
Capacity Purchase Price revenue	363,394	328,220	726,788	1,057,773
Delayed payment mark-up	26,331	72,764	45,765	72,764
	<u>583,253</u>	<u>426,246</u>	<u>1,381,722</u>	<u>1,888,815</u>

11.1 This represents revenue from contract with sole customer of the Company i.e. CPPA-G.

Un-audited Three month period ended		Un-audited Six month period ended	
December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024

(Rupees in thousand)

12 Cost of sales

Raw material consumed	203,429	40,209	607,984	711,714
Liquidated damages	-	15,818	-	15,818
Salaries, wages and benefits	56,328	62,132	108,897	121,481
Stores and spares consumed	49,317	6,533	59,633	28,579
Depreciation on operating fixed assets	57,911	(37,305)	114,007	89,921
Fee and subscription	3,651	3,515	3,651	3,515
Insurance	21,111	36,463	42,225	71,547
Travelling, conveyance and entertainment	6,761	6,574	13,628	15,660
Repairs and maintenance	1,739	1,223	4,034	3,381
Communication charges	2,349	942	2,349	942
Electricity consumed in-house	13,375	19,093	28,123	41,031
Environmental expenses	213	25	213	25
Contracted services	2,563	10,500	5,093	20,846
Miscellaneous	(2,967)		1,639	3,211
	<u>415,780</u>	<u>165,722</u>	<u>991,476</u>	<u>1,127,671</u>

13 Other income

Income on bank deposits - note 13.1	599	2,415	1,091	6,400
Income from mutual funds	36	11,490	2,961	23,727
	<u>635</u>	<u>13,905</u>	<u>4,052</u>	<u>30,127</u>

13.1 Income on bank deposits

Income on bank deposits under markup arrangements	598	867	1,075	4,462
Income on bank deposits under arrangements permissible under Shariah	1	1,548	16	1,938
	<u>599</u>	<u>2,415</u>	<u>1,091</u>	<u>6,400</u>

	Note	Un-audited	
		Six month period ended	
		December 31, 2025	December 31, 2024
		(Rupees in thousand)	
14 Cash generated from operations			
Profit before taxation		225,679	326,744
Adjustment for non-cash charges and other items:			
- Depreciation and amortization		120,581	96,734
- Stores held for capitalisation expensed out		25	-
- Loss on disposal of property, plant and equipment		-	117
- Income on bank deposits and mutual funds		(4,052)	(30,127)
- Provision for employee retirement benefits		6,562	15,996
- Finance costs		28,930	222,525
Profit before working capital changes		377,725	631,989
Effect on cash flow due to working capital changes:			
- Decrease / (increase) in stores, spares and loose tools		34,151	(87,414)
- (Increase) / decrease in stock in trade		(198,504)	310,854
- Decrease in trade debts		148,627	565,347
- Decrease in loans, advances, deposits, prepayments and other receivables		283,183	199,327
- Increase / (decrease) in trade and other payables		10,789	(471,530)
- Proceeds from repayment of long term loan to employee		1,431	-
		279,677	516,584
		657,402	1,148,573
15 Cash and cash equivalents			
Cash and bank balances	10	676,212	43,721
Short term finances - secured	5	(843,362)	(2,448,710)
		(167,150)	(2,404,989)
16 Fair values of financial assets and liabilities			

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 measurement date. Underlying the definition of fair value is the presumption that the Group 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 carrying values of all financial assets and liabilities reflected in these condensed interim financial statements approximate their fair values. Fair value is determined on the basis of objective evidence at each reporting date.

Specific valuation techniques used to value financial instruments include:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).

- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following is categorization of assets which are disclosed at fair value as at December 31, 2025:

	(Rupees in thousand)			Total
	Level 1	Level 2	Level 3	
Assets:				
Investments at fair value	1,396	-	-	1,396

The following is categorization of assets which are disclosed at fair value as at June 30, 2025:

	(Rupees in thousand)			Total
	Level 1	Level 2	Level 3	
Assets:				
Investments at fair value	216,294	-	-	216,294

17 Transactions with related parties

The related parties comprise associated undertakings, other related companies, key management personnel, inclusive of directors, and their close family members and post retirement benefit plan. The Group in the normal course of business carries out transactions with various related parties. The transactions with related parties, other than those which have been specifically disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

Relationship with the Company	Nature of transaction	Un-audited	
		Six month period ended	
		December 31, 2025	December 31, 2024
		(Rupees in thousand)	
i) Associated undertakings and other related parties	Purchase of services	71	227
	Purchase of goods	-	-
	Dividend paid	-	692,124
ii) Key management personnel	Dividend paid	-	44,380
	Salaries and other employee benefits	64,060	70,897
iii) Post retirement benefit plan	Contributions made	6,962	8,276

All transactions with related parties are carried out on mutually agreed terms and conditions.

18 Disclosure requirement for companies not engaged in Shariah non-permissible business activities

Following information has been disclosed as required under PSX/N-1419 and Part 1 Clause VII of the Fourth Schedule to the Companies Act, 2017 as amended via S.R.O.1278(I)/2024 dated August 15, 2024:

Description	Explanation	Note	Un-audited	Audited
			December 31, 2025 (Rupees in thousand)	June 30, 2025 (Rupees in thousand)
Unconsolidated Statement of Financial Position - Liability Side				
Financing	Short term financing obtained from Islamic Institutions	5	100,000	601,200
Interest or mark-up accrued on any conventional loan or advance	Accrued finance cost on conventional loans		12,866	12,975
Unconsolidated Statement of Financial Position - Asset Side				
Long-term and short-term Shariah compliant Investments	Investment in NBP Islamic Daily Dividend Fund	9	1,396	216,294
Shariah-compliant bank deposits, bank balances, and TDRs	Investment made under shariah permissible arrangement	10	593	282
Unconsolidated Statement of Profit or Loss and Other Comprehensive Income				
Revenue earned from a Shariah-compliant business segment during the period	Revenue earned from EPP as per contract with customer	- note 11	609,169	758,278
Revenue earned from a Shariah-compliant business segment during the period	Revenue earned from CPP as per contract with customer	- note 11	726,788	1,057,773
Break-up of late payments or liquidated damages	Delay payment surcharge on payments over credit term	- note 11	45,765	72,764
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates during the period	Dividend Income earned on investment in Mutual Fund	- note 13	2,961	23,727
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs during the period	Interest income earned on investment made under shariah permissible arrangement	- note 13.1	16	1,938
Profit paid on Islamic mode of financing during the period	Finance cost paid on short term financing obtained from Islamic Institutions		7,887	100,338
Total Interest earned on any conventional loan or advance	Income on bank deposits under mark-up arrangements	- note 13.1	1,075	4,462
Sale of scrap	Earned from Shariah compliant transactions		5,047	1,988

18.1 Relationship with Shariah Compliant Institutions:

The Company has an Islamic relationship with the following institution:

- i) Faysal Bank Limited;
- ii) Al Baraka Bank Pakistan Limited;
- iii) Dubai Islamic Bank Pakistan Limited; and
- iv) Habib Bank Limited
- v) Bank Islami Limited

Furthermore, the Company does not engage any Takaful operator for coverage; all relevant policies are secured through conventional insurance.

19 Date of authorization for issue

These consolidated condensed interim financial statements were authorized for issue on February 24, 2026 by the Board of Directors of the Group.

20 Subsequent events after reporting date

There are no other significant events that have occurred subsequent to the reporting date, other than those mentioned elsewhere in these condensed interim financial statements.

21 Corresponding figures

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the consolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the consolidated condensed interim statement of profit or loss and other comprehensive income, the consolidated condensed interim statement of cash flows and the consolidated condensed interim statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purposes of comparison. However, no significant re-arrangements have been made.



Chief Executive Officer



Director



Chief Financial Officer

“ SAY NO TO CORRUPTION”

Contribution to Social Welfare

