



**Cherat Cement  
Company Limited**  
A Ghulam Faruque Group Company

# Ingredients of Success



Half-Yearly Report  
December 31, 2025



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# Company Information

## Board of Directors

Mr. Omar Faruque	Chairman
Mr. Azam Faruque	Chief Executive
Mr. Akbarali Pesnani	Director
Mr. Arif Faruque	Director
Mr. Ariful Islam	Director
Mr. Abrar Hasan	Director
Mrs. Zeeba Ansar	Director
Mr. Yasir Masood	Director

## Audit Committee

Mr. Ariful Islam	Chairman
Mr. Akbarali Pesnani	Member
Mr. Arif Faruque	Member

## Human Resource & Remuneration Committee

Mr. Abrar Hasan	Chairman
Mr. Omar Faruque	Member
Mr. Azam Faruque	Member

## Director & Chief Operating Officer

Mr. Yasir Masood

## Chief Financial Officer

Mr. Ijaz Ahmed

## Company Secretary

Mr. Asim H. Akhund

## Head of Internal Audit

Mr. Aamir Saleem

## External Auditors

M/s. Grant Thornton Anjum Rahman  
Chartered Accountants

## Cost Auditors

UHY Hassan Naeem & Co.  
Chartered Accountants

## Shariah Advisor

Alhamd Shariah Advisory Services (Private) Limited

## Legal Advisor

K.M.S. Law Associates

## Financial Institutions

### Conventional Bankers

Allied Bank Limited  
Bank Al Habib Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
Industrial & Commercial Bank of China  
MCB Bank Limited  
National Bank of Pakistan  
Samba Bank Limited  
Soneri Bank Limited  
The Bank of Punjab

### Islamic Bankers

Bank Alfalah Limited  
Dubai Islamic Bank Pakistan Limited

Faysal Bank Limited  
MCB Islamic Bank Limited  
Meezan Bank Limited  
The Bank of Khyber  
United Bank Limited

### Non-Banking Financial Institution

Pakistan Kuwait Investment Co. (Private) Limited

### Credit Rating

Long-term rating: A+  
Short-term rating: A1  
Outlook: Stable  
by The Pakistan Credit Rating Agency Limited (PACRA)

### Share Registrar

CDC Share Registrar Services Limited  
CDC House, 99-B, Block 'B'  
S.M.C.H.S., Main Shahrah-e-Faisal  
Karachi-74400  
Tel: 0800-23275  
UAN: 111-111-500  
Email: info@cdcsrsl.com

### Contact Information

UAN: 111-000-009  
Email: info@gfg.com.pk  
Web: www.gfg.com.pk



### Registered Office / Factory

Village Lakrai, P.O. Box 28,  
Nowshera  
Tel: +9291 5270531-4  
Fax: +9291 5270536

### Head Office

Modern Motors House,  
Beaumont Road  
Karachi-75530  
Tel: +9221 35683566-7, 35689538  
Fax: +9221 35683425

### Sales Offices

Peshawar:  
1st Floor, Betani Arcade,  
University Road  
Tel: +9291 5842285, 5842272  
Fax: +9291 5840447

Lahore:  
3, Sunder Das Road  
Tel: +9242 36286249-50, 36308259  
Fax: +9242 36286204

Islamabad:  
1st Floor, Razia Sharif Plaza  
Jinnah Avenue, Blue Area  
Tel: +9251 2344531-33  
Fax: +9251 2344534, 2344550

## Directors' Review

The Board of Directors is pleased to present the financial results of the Company, duly reviewed by the auditors, for the half year ended December 31, 2025.

### Overview:

During the first half of FY26, the economy continued to move towards stabilisation, supported by fiscal discipline, a stable exchange rate, improved external account management, and continued assistance from multilateral and bilateral partners. Key macro-economic indicators showed improvement, while inflation remained relatively contained despite flood related disruptions. The State Bank of Pakistan maintained a cautious monetary stance, keeping policy rate at 10.5%. Despite a growing trade imbalance, foreign exchange reserves stayed at comfortable levels, supported by strong export of services and workers' remittances. PSX also reached an all-time high during the period, reflecting improved investor confidence and a more positive outlook for the economy.

Cement demand showed a steady recovery during the period under review, with overall industry demand increased by 9%. This growth was driven by 13% rise in domestic dispatches, supported mainly by improved private sector construction activity and the gradual revival of infrastructure projects. In contrast, export volumes declined by 4%, mainly due to an 18% reduction in exports to Afghanistan. The closure of the Afghan Border poses a potential challenge in sustaining export volumes going forward.

### Dispatches:

Comparative dispatch figures of the Company for the current period and that of the corresponding period last year are as follow:

Description	December 2025	December 2024
	(in Tons)	
• Domestic Sales	1,149,927	988,686
• Export Sales	173,183	251,439
	<u>1,323,110</u>	<u>1,240,125</u>

In quantitative terms, the Company recorded a 7% increase in total sales volume, driven primarily by strong domestic sales growth of 16%. In contrast, export volumes declined by 31% compared to the same period last year, due to closure of Afghan border. Despite facing elevated input costs and subdued construction activity in the public sector, the Company was able to achieve overall volumetric growth.

### Operating Performance:

In monetary terms, the sales revenue of the Company declined by 3%, due to decline in domestic sales prices and export sales volumes. Cost of sales decreased by 1% despite higher production volume, due to improved operational efficiencies. During the period under review, the Company optimised its power mix by adding solar capacity and timely switching from captive power to more cost-effective national grid in response to enactment of levies. These measures resulted in significant savings. Finance costs declined significantly by 48% due to scheduled repayments of long-term loans as well as reduction in mark-up rate. As a result, the Company recorded an after-tax profit of Rs. 4,110 million for the period ended December 31, 2025. The after-tax profitability of the Company was affected due to recording in corresponding period of a tax credit of Rs.721 million pertaining to section 65B of Income Tax Ordinance, 2001 based on the Supreme Court of Pakistan's decision.

### Future Outlook:

Pakistan's economy is expected to maintain growth momentum, supported by prudent macroeconomic policies, ongoing structural reforms, and easing monetary conditions. Inflation is expected to remain under control, while the current account is likely to remain in deficit, though strong remittance inflows and steady growth in services exports should help contain external pressures. However, higher energy prices, taxation incidence and interest rates compared to other countries in the region will remain an impediment to exports and business in general. The Government is now taking few steps to overcome these issues. Structural reforms are essential for long-term sustainable growth. Improvement in law-and-order conditions is also critical going forward.

The cement demand is projected to grow at a steady pace, driven by higher private sector spending and incremental support from subsidised financing schemes. Government can accelerate this by accelerating development projects. However, export prospects to Afghanistan remain suspended due to continued disruptions in border access.

In response to rising energy costs, the Company is optimizing its fuel and power mixes by incorporating alternative fuel and renewable energy sources. In line with this strategy, the Board of Directors has approved the installation of a 25 MW Battery Energy Storage System, along with an additional 5.4 MW of solar capacity, to strengthen the renewable energy mix and mitigate rising power costs.

**Acknowledgment:**

The management would like to thank all customers, financial institutions, suppliers and staff members who have been associated with the Company for their support and cooperation.

**On behalf of the Board of Directors**

  
**Omar Faruque**  
Chairman

  
**Azam Faruque**  
Chief Executive

Karachi: February 18, 2026

# Independent Auditor's Review Report

To the members of Cherat Cement Company Limited

## Report on review of condensed interim financial statements

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of Cherat Cement Company Limited as at 31 December 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows for the half year then ended, and notes to the condensed interim financial statements (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed 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 condensed 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 condensed 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 condensed 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 condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months period ended 31 December 2025 and 31 December 2024 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Khurram Jameel.



Chartered Accountants

Place: Karachi

Date: 18 February 2026

UDIN: RR202510093n54NYDOUq

# Condensed Interim Statement of Financial Position

As at 31 December 2025

	Note	31 December 2025 (Unaudited)	30 June 2025 (Audited)
----- (Rupees in '000) -----			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets			
Property, plant & equipment	4	28,132,554	28,072,338
Intangible assets		497,161	531,033
		<u>28,629,715</u>	<u>28,603,371</u>
Long-term investments	5	503,918	547,876
Long-term loans		26,682	39,829
Long-term deposits		7,942	7,942
		<u>29,168,257</u>	<u>29,199,018</u>
<b>CURRENT ASSETS</b>			
Stores, spare parts and loose tools		6,492,817	5,535,254
Stock-in-trade		2,080,962	1,655,211
Trade debts		1,377,246	1,257,631
Loans and advances		176,286	342,546
Trade deposits and short-term prepayments		85,832	16,742
Other receivables		74,206	79,232
Short-term investments	6	15,753,160	11,795,250
Cash and bank balances		760,856	672,667
		<u>26,801,365</u>	<u>21,354,533</u>
<b>TOTAL ASSETS</b>		<u><b>55,969,622</b></u>	<u><b>50,553,551</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital		1,942,950	1,942,950
Reserves		34,658,308	31,364,779
		<u>36,601,258</u>	<u>33,307,729</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term financing	7	2,358,171	2,528,191
Lease liabilities		16,528	22,197
Long-term security deposits		30,365	29,985
Government grant		855,036	937,757
Deferred taxation		5,069,271	4,958,473
		<u>8,329,371</u>	<u>8,476,603</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		3,519,739	3,069,893
Contract liabilities	8	628,641	170,517
Accrued mark-up		60,678	71,826
Short-term borrowings		2,532,013	2,729,921
Current maturity of long-term financing	7	296,330	184,925
Current maturity of lease liabilities		14,336	13,335
Current maturity of Government grant		165,443	165,443
Taxation	9	3,679,933	2,235,416
Unclaimed dividend		84,058	85,160
Unpaid dividend		57,822	42,783
		<u>11,038,993</u>	<u>8,769,219</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>55,969,622</b></u>	<u><b>50,553,551</b></u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	10		

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

# Condensed Interim Statement of Profit or Loss (Unaudited)

For the half-year ended 31 December 2025

Note	Half-year ended		Quarter ended		
	31 December 2025	31 December 2024	31 December 2025	31 December 2024	
	----- (Rupees in '000) -----				
<b>Turnover</b>	11	19,705,665	20,301,996	9,420,382	10,642,984
Cost of sales		(12,547,442)	(12,606,972)	(5,999,860)	(6,814,773)
<b>Gross profit</b>		7,158,223	7,695,024	3,420,522	3,828,211
Distribution costs		(442,937)	(408,778)	(226,098)	(200,908)
Administrative expenses		(330,680)	(293,259)	(164,909)	(144,370)
Other expenses		(378,964)	(359,929)	(185,471)	(179,737)
		(1,152,581)	(1,061,966)	(576,478)	(525,015)
Other income		812,753	871,043	465,152	522,625
<b>Operating profit</b>		6,818,395	7,504,101	3,309,196	3,825,821
Finance costs		(196,904)	(382,275)	(101,974)	(227,066)
<b>Profit before income tax and final tax</b>		6,621,491	7,121,826	3,207,222	3,598,755
Final tax		(1,082)	(1,893)	(1,082)	(1,893)
<b>Profit before income tax</b>		6,620,409	7,119,933	3,206,140	3,596,862
<b>Income tax</b>					
Current		(2,431,991)	(2,615,993)	(1,147,455)	(1,300,640)
Prior		32,744	749,825	32,744	28,866
Deferred		(110,797)	(105,271)	(76,560)	(54,454)
		(2,510,044)	(1,971,439)	(1,191,271)	(1,326,228)
<b>Net profit for the period</b>		4,110,365	5,148,494	2,014,869	2,270,634
<b>Earnings per share - basic and diluted</b>		Rs. 21.16	Rs. 26.50	Rs. 10.37	Rs. 11.69

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

# Condensed Interim Statement of Comprehensive Income (Unaudited)

For the half-year ended 31 December 2025

	Half-year ended		Quarter ended	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	----- (Rupees in '000) -----			
<b>Net profit for the period</b>	<b>4,110,365</b>	5,148,494	<b>2,014,869</b>	2,270,634
<b>Other comprehensive (loss) / income</b>				
<b>Items that will not be reclassified subsequently to statement of profit or loss</b>				
Unrealised (loss) / gain on remeasurement of investments at fair value through other comprehensive income (FVTOCI)	<b>(39,656)</b>	63,032	<b>(41,620)</b>	145,497
<b>Total comprehensive income for the period</b>	<b>4,070,709</b>	5,211,526	<b>1,973,249</b>	2,416,131

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

# Condensed Interim Statement of Cash Flows (Unaudited)

For the half-year ended 31 December 2025

	31 December 2025	31 December 2024
Note	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before income tax and final tax	6,621,491	7,121,826
<b>Adjustments for:</b>		
Depreciation on operating property, plant and equipment	4 865,417	846,292
Depreciation on right-of-use assets	10,404	9,926
Amortisation	33,872	33,807
Gain on disposals of operating property, plant and equipment	(4,337)	(1,429)
Interest income on long-term loans	(3,085)	(3,678)
Provision for gratuity	68,886	67,385
Finance costs	196,904	382,275
Exchange loss	4	450
Share of loss from joint venture	4,301	-
Dividend income	(7,213)	(12,623)
	<b>1,165,153</b>	<b>1,322,405</b>
<b>Working capital changes</b>		
Stores, spare parts and loose tools	(957,563)	(1,115,123)
Stock-in-trade	(425,751)	68,803
Trade debts	(119,615)	4,346
Loans and advances	166,260	(111,114)
Trade deposits and short-term prepayments	(69,090)	(51,121)
Other receivables	5,026	(16,706)
Trade and other payables	430,956	131,659
Contract liabilities	458,124	7,167
	<b>(511,653)</b>	<b>(1,082,089)</b>
Income tax and final tax paid	(955,812)	(964,658)
Gratuity paid	(50,000)	(60,000)
Long-term loans and deposits - net	16,612	10,993
<b>Net cash generated from operating activities</b>	<b>6,285,791</b>	<b>6,348,477</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions to operating property, plant and equipment	(951,684)	(554,149)
Proceeds from disposals of operating property, plant and equipment	22,817	16,734
Dividend received	7,213	12,623
<b>Net cash used in investing activities</b>	<b>(921,654)</b>	<b>(524,792)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long-term financing paid	(141,336)	(120,592)
Lease rentals paid	(10,041)	(9,741)
Dividend paid	(763,243)	(762,678)
Finance costs paid	(205,511)	(314,147)
<b>Net cash used in financing activities</b>	<b>(1,120,131)</b>	<b>(1,207,158)</b>
<b>Net increase in cash and cash equivalents</b>	<b>4,244,006</b>	<b>4,616,527</b>
<b>Cash and cash equivalents as at the beginning of the period</b>	<b>9,737,997</b>	<b>1,062,872</b>
<b>Cash and cash equivalents as at the end of the period</b>	<b>12 13,982,003</b>	<b>5,679,399</b>

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



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

# Condensed Interim Statement of Changes in Equity (Unaudited)

For the half-year ended 31 December 2025

Issued, subscribed and paid-up capital	Reserves						Total reserves	Total
	Capital Reserves		Revenue Reserves					
	Share premium	Other	General reserves	Unappropriated profit	Actuarial (loss) / gain on defined benefit plan - net of deferred tax	Unrealised gain / (loss) on investments at FVTOCI		

(Rupees in '000)

**Balance as at 01 July 2024** 1,942,950 1,047,658 50,900 420,000 21,918,021 (72,924) 236,324 23,599,979 25,542,929

Final cash dividend for the year ended

30 June 2024 @ Rs. 4.00/- per share - - - - (777,180) - - (777,180) (777,180)

Net profit for the period

-	-	-	-	5,148,494	-	-	5,148,494	5,148,494
-	-	-	-	-	-	63,032	63,032	63,032

Other comprehensive income

Total comprehensive income for the period - - - - 5,148,494 - 63,032 5,211,526 5,211,526

**Balance as at 31 December 2024** 1,942,950 1,047,658 50,900 420,000 26,289,335 (72,924) 299,356 28,034,325 29,977,275

**Balance as at 01 July 2025** 1,942,950 1,047,658 50,900 420,000 29,530,754 81,576 233,891 31,364,779 33,307,729

Final cash dividend for the year ended

30 June 2025 @ Rs. 4.00/- per share - - - - (777,180) - - (777,180) (777,180)

Net profit for the period

-	-	-	-	4,110,365	-	-	4,110,365	4,110,365
-	-	-	-	-	-	(39,656)	(39,656)	(39,656)

Other comprehensive loss

Total comprehensive income for the period - - - - 4,110,365 - (39,656) 4,070,709 4,070,709

**Balance as at 31 December 2025** 1,942,950 1,047,658 50,900 420,000 32,863,939 81,576 194,235 34,658,308 36,601,258

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

# Notes to the Condensed Interim Financial Statements (Unaudited)

For the half-year ended 31 December 2025

## 1. CORPORATE INFORMATION

Cherat Cement Company Limited (the Company) was incorporated in Pakistan as a public company limited by shares in the year 1981. The Company is listed on the Pakistan Stock Exchange Limited. Its main business activities are manufacturing, marketing and sale of cement. The registered office of the Company is situated at Village Lakrai, District Nowshera, Khyber Pakhtunkhwa province.

## 2. BASIS OF PREPARATION

**2.1** 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 as notified under the Companies Act, 2017 (the Act); and
- Provisions of, directives and notifications issued under the Act.

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

**2.2** These 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 Company's annual financial statements for the year ended 30 June 2025.

## 3. ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies, estimates, judgements used in these condensed interim financial statements are the same as those applied in the preparation of annual financial statements for the year ended 30 June 2025.

	Note	31 December 2025 (Unaudited)	30 June 2025 (Audited)
----- (Rupees in '000) -----			
<b>4. PROPERTY, PLANT AND EQUIPMENT</b>			
Operating property, plant and equipment			
Opening Net Book Value (NBV)		26,446,190	25,974,002
Additions during the period / year - at cost	4.1	680,947	2,238,447
		<u>27,127,137</u>	<u>28,212,449</u>
Depreciation charged during the period / year		(865,417)	(1,721,246)
Disposals for the period / year - at NBV		(18,480)	(45,013)
Closing NBV		<u>26,243,240</u>	<u>26,446,190</u>
Capital work-in-progress		1,858,790	1,588,053
Right-of-use assets		30,524	38,095
		<u>28,132,554</u>	<u>28,072,338</u>

	Note	31 December 2025 (Unaudited)	30 June 2025 (Audited)
----- (Rupees in '000) -----			
<b>4.1 Additions during the period / year</b>			
Freehold land		40,517	105,296
Building on leasehold land		40,283	175,543
Plant and machinery		134,780	1,565,297
Power and other installations		5,170	14,054
Furniture and fittings		10,199	21,419
Quarry, factory and laboratory equipment		320,176	90,801
Motor vehicles		99,205	198,977
Office equipment		18,286	29,191
Computers		12,331	37,869
		<u>680,947</u>	<u>2,238,447</u>
<b>5. LONG-TERM INVESTMENTS</b>			
<b>Related parties</b>			
At FVTOCI	5.1	500,203	539,859
Joint Venture - UniEnergy Limited		<u>3,715</u>	<u>8,017</u>
		<u>503,918</u>	<u>547,876</u>
<b>5.1 At FVTOCI</b>			
Cherat Packaging Limited		354,269	421,422
Mirpurkhas Sugar Mills Limited		<u>145,934</u>	<u>118,437</u>
		<u>500,203</u>	<u>539,859</u>
<b>6. SHORT-TERM INVESTMENTS - mutual funds</b>			
<b>At FVTPL</b>			
Conventional investments		9,040,125	8,425,527
Shariah compliant investments		<u>6,713,035</u>	<u>3,369,723</u>
		<u>15,753,160</u>	<u>11,795,250</u>
<b>7. LONG-TERM FINANCING – secured</b>			
Islamic banks		1,220,568	1,079,865
Conventional banks		<u>1,433,933</u>	<u>1,633,251</u>
		<u>2,654,501</u>	<u>2,713,116</u>
Current maturities		<u>(296,330)</u>	<u>(184,925)</u>
		<u>2,358,171</u>	<u>2,528,191</u>
<b>7.1</b>	The terms and conditions remain the same as disclosed in the annual financial statements for the year ended 30 June 2025.		
<b>8. CONTRACT LIABILITIES</b>			
	This includes export related advances amounting to Rs. 539 million (30 June 2025: Rs. 61 million)		
<b>9. TAXATION</b>			
	Includes Rs. 2,534.95 million (30 June 2025: Rs. 1,424.13 million) in respect of super tax payable under Section 4C of Income Tax Ordinance, 2001.		

## 10. CONTINGENCIES AND COMMITMENTS

### 10.1 Contingencies

There are no material changes in the status of contingencies as reported in the annual financial statements for the year ended 30 June 2025.

<b>31 December 2025 (Unaudited)</b>	30 June 2025 (Audited)
----- (Rupees in '000) -----	

### 10.2 Commitments

Letters of credit	<u>646,117</u>	179,806
Letters of guarantee	<u>1,349,540</u>	1,309,540
Capital commitments	<u>-</u>	198,418

## 11. TURNOVER

Include export sales amounting to Rs. 2,068 million (31 December 2024: Rs. 3,164 million).

<b>31 December 2025 (Unaudited)</b>	31 December 2024 (Unaudited)
----- (Rupees in '000) -----	

## 12. CASH AND CASH EQUIVALENTS

Cash and bank balances	<b>760,856</b>	513,009
Short-term investments	<b>15,753,160</b>	15,007,538
Short-term borrowings	<u><b>(2,532,013)</b></u>	<u>(9,841,148)</u>
	<u><b>13,982,003</b></u>	<u>5,679,399</u>

## 13. FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 30 June 2025. There have been no changes in any risk management policies since the year end.

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. The carrying values of financial assets and liabilities reflected in these condensed interim financial statements approximate their fair values. As of the reporting date, all financial instruments are carried at amortized cost except for certain investments as disclosed in note 5 & 6 which are carried at fair value. During the period, there were no transfers between level 1 and level 2 fair value measurements and no transfers into and out of level 3 fair value measurement.

#### 14. TRANSACTIONS WITH RELATED PARTIES

The related parties of the Company comprises of associated companies, retirement funds, and key management personnel. Transactions with related parties other than those disclosed elsewhere in these condensed interim financial statements, are as follows:

Relationship	Nature of transactions	31 December 2025	31 December 2024
		(Unaudited)	(Unaudited)
		----- (Rupees in '000) -----	
Associated companies (Common directorship)	Purchases	1,382,420	1,383,035
	Sales	1,088	780
	Purchase of fixed assets	16,100	19,145
	Royalty and excise duty	609,049	370,190
	Services received	21	117
	IT support charges	24,002	20,871
	Dividend received	7,213	12,623
	Dividend paid	211,028	210,828
	Insurance premium	62,945	55,183
Key management personnel	Remuneration	800,020	781,897
Directors and their spouse(s)	Dividend paid	27,926	27,762
	Meeting fee	1,600	1,300
Retirement benefit funds	Contribution to staff provident and gratuity funds	106,293	108,677

14.1 In addition, certain administrative expenses are being shared amongst the group companies.

#### 15. SHARIAH COMPLIANCE DISCLOSURES

31 December 2025	30 June 2025
(Unaudited)	(Audited)
----- (Rupees in '000) -----	

##### 15.1 Condensed interim statement of financial position

Long-term investments	503,918	547,876
Short-term investments	6,713,035	3,369,723
Bank balances	547,168	472,719
Long-term financing	1,220,568	1,079,865
Short-term borrowings	1,120,169	1,282,933
Accrued markup	39,484	45,082
Accrued markup-conventional	21,194	26,744

**31 December 2025**    31 December 2024  
**(Unaudited)**    (Unaudited)  
 ----- (Rupees in '000) -----

**15.2 Condensed interim statement of comprehensive income**

Turnover	<b>19,705,665</b>	20,301,996
Gain on short-term investments		
- shariah compliant	<b>221,803</b>	153,915
- conventional	<b>526,862</b>	486,033
Profit on bank balances and short-term investments		
- shariah compliant	<b>927</b>	9,744
- conventional	<b>7,416</b>	14,622
Mark up on long-term financing and short-term borrowings		
- shariah compliant	<b>90,323</b>	226,293
- conventional	<b>106,581</b>	155,982
Dividend income on long term investments - shariah compliant	<b>7,213</b>	12,623
Mark-up paid on shariah compliant financing	-	22,179
Other shariah compliant income	<b>45,448</b>	190,399

The Company has shariah compliant relationship with Meezan Bank Limited, Bank Alfalah - Islamic, Faysal Bank Limited, MCB Islamic Bank Limited, Dubai Islamic Bank Pakistan Limited, Bank of Khyber Limited and United Bank Limited Ameen.

**16. DATE OF AUTHORISATION AND INTERIM DIVIDEND**

**16.1 Date of authorisation**

These condensed interim financial statements were authorised for issue on 18 February 2026 by the Board of Directors of the Company.

**16.2 Interim dividend**

The Board of Directors in its meeting held on 18 February 2026 has approved an interim cash dividend of Rs. 1.50 per share (31 December 2024: Rs. 1.50 per share) amounting to Rs. 291.44 million (31 December 2024: Rs. 291.44 million) for the half-year ended 31 December 2025.

**17. GENERAL**

Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated.



**CHIEF EXECUTIVE OFFICER**



**DIRECTOR**



**CHIEF FINANCIAL OFFICER**







**GHULAM FARUQUE  
GROUP**

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