



ISO 9001:2008, 14001:2004 &
OHSAS 18001:2007 Certified

WAH NOBEL CHEMICALS LTD

Third Quarterly
Financial Statements
(Unaudited)
March 31, 2026

VISION STATEMENT

The Company's vision is to be the market leader and serve the needs of customers with total dedication, supply them the current and anticipate their future needs, create value for customers, shareholders, employees and the community

CORPORATE MISSION

- To meet the current needs of its customers and anticipate their future needs.
- To maintain close and direct contacts with the customers to ensure their complete satisfaction.
- Constantly improve the quality of all our activities through operational excellence.
- To give fullest regard to the safety and health of employees and customers.
- To promote professionalism at all levels through constant education, training and development of human resources.
- To safeguard the environment and the community from pollution.
- To create a conducive work environment and inspire people to perform to their fullest potential and to reward talent.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Lt Gen Tahir Hameed Shah, HI(M)	:	Chairman
Mr. Mats-Olof Rydberg	:	Director
Maj Gen Muhammad Kashif Azad, HI(M)	:	Director
Maj Gen Javed Dost Chandio, HI(M)	:	Director
Mr. Tariq M. Rangoonwala	:	Director
Mr. Muhammad Ashar	:	Director
Mr. Usman Ali Bhatti	:	Director

CHIEF EXECUTIVE : Brig (R) Shiraz Ullah Choudhry, SI(M)

AUDIT COMMITTEE

Mr Tariq M. Rangoonwala	:	Chairman
Maj Gen Muhammad Kashif Azad, HI(M)	:	Member
Mr. Usman Ali Bhatti	:	Member

HUMAN RESOURCE & REMUNERATION (HR&R) COMMITTEE

Mr. Tariq M. Rangoonwala	:	Chairman
Maj Gen Javed Dost Chandio, HI(M),	:	Member
Brig (R) Shiraz Ullah Choudhry, SI(M)	:	Member

COMPANY SECRETARY AND CHIEF FINANCIAL OFFICER

: Mr. Muhammad Farrukh Mansoor Malik

AUDITORS

: Grant Thornton Anjum Rahman
Chartered Accountants

LEGAL ADVISORS

: The Law Firm of Basit Musheer

SHARES REGISTRAR

: Ilyas Saeed Associates (Pvt.) Ltd.,
Management Consultants,
Office # 26, 2nd Floor, Rose Plaza,
I-8 Markaz, Islamabad.
Tel: 051-4938026-7, Fax: 051-4102628
Email: imran@ilyassaeed.com

BANKERS

: MCB Bank Limited
Allied Bank of Pakistan Limited
Bank Al-Habib Limited
Askari Bank Limited
Meezan Bank Limited
Faysal Bank Limited

REGISTERED OFFICE

: G.T. Road, Wah Cantt.

PHONES

: (051) 4545243-6 (4 Lines)
(051) 905525204

FAX

: (051) 4545241, (051) 4535862

E.MAIL

: ce@wahnobel.com

WEBSITE

: www.wahnobel.com

FACTORY

: Wah Cantt.

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors of the Company is pleased to present the condensed interim financial information (un-audited) of the Company for the nine months ended March 31, 2026.

Financial Performance – Nine Months

During the period under review, the Company achieved net sales revenue of Rs. 3,737 million as compared to Rs. 3,893 million in the corresponding period of last year, reflecting a decrease of approximately 4%.

The Company reported profit after tax of Rs. 326 million as compared to Rs. 342 million in the corresponding period last year.

Earnings per share (EPS) for the period stood at Rs. 36.20 as compared to Rs. 37.98 in the corresponding period last year.

The marginal decline in revenue and profitability is primarily attributable to regional geopolitical developments and associated disruptions in cross-border trade flows, impacting demand and logistics. Despite challenging operating conditions, the Company achieved approximately 87% of its budgeted targets during the period under review.

Financial Performance – Quarter Ended March 31, 2026

For the quarter under review, the Company achieved net sales of Rs. 1,160 million as compared to Rs. 1,338 million in the corresponding quarter last year.

Profit after tax for the quarter stood at Rs. 115 million (March 2025: Rs. 122 million), with EPS of Rs. 12.79 as compared to Rs. 13.50 in the corresponding period.

Dividend

The Board has not recommended any cash dividend for the period ended March 31, 2026.

Related Party Transactions

All related party transactions during the period were conducted at arm's length and in the ordinary course of business.

Future Outlook

Despite near-term challenges arising from economic volatility and regional disruptions, the Company remains confident in its underlying business fundamentals and long-term growth potential.

Management continues to focus on operational excellence, strategic market expansion, and disciplined financial management to strengthen the Company's competitive position. Initiatives aimed at improving efficiency, optimizing resource utilization, and enhancing customer engagement are expected to support performance in the coming periods.

With a resilient business model and proactive management approach, the Company is well-positioned to navigate current uncertainties and deliver sustainable growth and shareholder value.

Acknowledgement

The Directors place on record their deep appreciation for the continued dedication and hard work of the Company's employees. The Board also extends its gratitude to valued customers, business partners, and stakeholders for their continued trust and support.

On behalf of the Board

Maj Gen Javed Dost Chandio, HI(M)
Director

Wah Cantt

Dated: 29.04.2026

Brig
Shiraz Ullah Choudhry, SI(M)®
Chief Executive

ڈائریکٹرز کی رپورٹ برائے حصص یافتگان

کمپنی کے بورڈ آف ڈائریکٹرز بمسرت غیر آڈٹ شدہ مالی نتائج بابت و نو ماہ مختم 31 مارچ 2026 پیش کرتے ہیں۔

مالی کارکردگی - نو ماہ

زیر جائزہ مدت کے دوران کمپنی نے 3,737 ملین روپے کی خالص فروخت کی، جبکہ گزشتہ سال اسی مدت میں یہ 3,893 ملین روپے تھی، جو کہ تقریباً 4 فیصد کم ہے۔

کمپنی نے بعد از ٹیکس 326 ملین روپے منافع حاصل کیا، جبکہ گزشتہ سال اسی مدت میں یہ 342 ملین روپے تھا۔

اور فی حصص آمدن 36.20 (EPS) گزشتہ سال اسی مدت میں یہ 37.98 روپے تھی۔

آمدنی اور منافع میں معمولی کمی کی بنیادی وجہ علاقائی جغرافیائی و سیاسی صورتحال اور سرحد پار تجارت میں رکاوٹیں ہیں، جنہوں نے طلب اور لاجسٹکس کو متاثر کیا۔ مشکل کاروباری حالات کے باوجود، کمپنی نے زیر جائزہ مدت کے دوران اپنے بجٹ شدہ اہداف کا تقریباً 87 فیصد حاصل کیا۔

مالی کارکردگی - سہ ماہی اختتام: 31 مارچ 2026

زیر جائزہ سہ ماہی کے دوران کمپنی نے 1,160 ملین روپے کی خالص فروخت حاصل کی، جبکہ گزشتہ سال اسی سہ ماہی میں یہ 1,338 ملین روپے تھی۔

اس سہ ماہی میں بعد از ٹیکس منافع 115 ملین روپے رہا (مارچ 2025: 122 ملین روپے)، جبکہ فی حصص آمدنی 12.79 روپے رہی، جو کہ گزشتہ سال اسی مدت میں 13.50 روپے تھی۔

منافع (ڈیویڈنڈ)

بورڈ نے 31 مارچ 2026 کو ختم ہونے والی مدت کے لیے کسی بھی نقد منافع (ڈیویڈنڈ) کی سفارش نہیں کی۔

متعلقہ فریقین کے ساتھ لین دین

اس مدت کے دوران متعلقہ فریقین کے ساتھ باہمی لین دین تجارتی اصولوں کے مطابق انجام دیے گئے۔

مستقبل کا لائحہ عمل

اگرچہ قریبی مدت میں معاشی اتار چڑھاؤ اور علاقائی حالات کے باعث چیلنجز موجود ہیں، تاہم کمپنی کو اپنے بنیادی کاروباری ڈھانچے اور طویل مدتی ترقی کی صلاحیت پر مکمل اعتماد ہے۔

انتظامیہ آپریشنل بہتری، نئی منڈیوں میں توسیع، اور مضبوط مالی نظم و ضبط پر توجہ مرکوز کیے ہوئے ہے تاکہ کمپنی کی مسابقتی پوزیشن کو مزید بہتر بنایا جا سکے۔ کارکردگی کو بہتر بنانے کے لیے، وسائل کے مؤثر استعمال، اور صارفین کے ساتھ بہتر تعلقات پر مبنی اقدامات جاری ہیں، جو آئندہ ادوار میں مثبت نتائج دیں گے۔

ایک مضبوط کاروباری ماڈل اور فعال انتظامی حکمت عملی کے ساتھ، کمپنی موجودہ غیر یقینی صورتحال کا مقابلہ کرنے اور پائیدار ترقی کے ساتھ حصص یافتگان کے لیے قدر پیدا کرنے کی بہترین پوزیشن میں ہے۔

اظہار تشکر

ڈائریکٹرز کمپنی کے ملازمین کی مسلسل محنت اور لگن کو سراہتے ہیں۔ بورڈ اپنے معزز صارفین، کاروباری شراکت داروں اور دیگر اسٹیک ہولڈرز کا بھی ان کے مسلسل اعتماد اور تعاون پر شکریہ ادا کرتا ہے۔

بورڈ کی جانب سے

میجر جنرل جاوید دوست چانڈیو (HI(M)

ڈائریکٹر

بریگیڈیئر شیراز اللہ چوہدری، (SI(M)®

چیف ایگزیکٹو

واہ کینٹ

بتاریخ: 29.04.2026

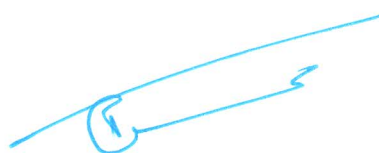
WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2026

	Note	March 31	June 30
		2026	2025
		(Rupees in '000')	
		Unaudited	Audited
Assets			
Property, plant and equipment	5	485,798	518,691
Deferred tax		69,939	53,288
Non-current assets		555,737	571,979
Stores, spares and loose tools		98,528	82,422
Stock in trade		1,110,469	1,125,539
Trade debts	6	1,704,544	1,763,816
Advances, deposits, prepayments and other receivables		55,134	86,844
Taxation - net		8,254	56,571
Cash and bank balances		226,359	153,517
Current assets		3,203,288	3,268,709
Total assets		3,759,025	3,840,688
Equity and liabilities			
Share capital		90,000	90,000
Capital reserve		944	944
Revenue reserves		2,799,169	2,563,368
Total equity		2,890,113	2,654,312
Liabilities			
Deferred liabilities		18,555	19,056
Payable to supplier		-	15,049
Non-current liabilities		18,555	34,105
Current portion of long term financing	7	5,194	19,949
Trade and other payables	8	535,177	668,893
Unclaimed dividend		11,059	10,161
Due to parent company	9	2,037	1,091
Loan from parent company - unsecured	10	296,848	-
Short term borrowings		42	452,177
Current liabilities		850,357	1,152,271
Total liabilities		868,912	1,186,376
Total equity and liabilities		3,759,025	3,840,688
Contingencies and commitments	11		

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



CHIEF EXECUTIVE



DIRECTOR

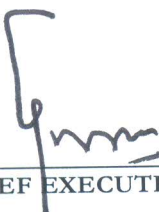


CHIEF FINANCIAL OFFICER


WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Nine months ended		Three months ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	(Rupees in '000')			
Gross sales	4,439,155	4,588,570	1,383,574	1,586,267
Sales tax	(694,005)	(686,738)	(220,800)	(244,381)
Discount	(8,179)	(9,217)	(2,291)	(3,637)
Net sales	3,736,971	3,892,615	1,160,483	1,338,249
Cost of sales	(3,080,141)	(3,211,466)	(955,421)	(1,094,459)
Gross profit	656,830	681,149	205,062	243,790
Administrative expenses	(20,517)	(19,862)	(4,940)	(6,236)
Selling and distribution expenses	(23,143)	(21,620)	(6,070)	(7,494)
Operating profit	613,170	639,667	194,052	230,060
Finance cost	(41,172)	(8,653)	(9,273)	(3,780)
Other expenses	(40,949)	(44,126)	(13,411)	(15,945)
Allowance for expected credit losses	(6,158)	(21,495)	(1,130)	(5,000)
Other income	8,651	11,217	5,404	3,988
Profit before taxation	533,542	576,610	175,642	209,323
Provision for taxation	(207,742)	(234,793)	(60,500)	(87,781)
Net profit after taxation	325,800	341,817	115,142	121,542
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	325,800	341,817	115,142	121,542
Earnings per share - basic and diluted	36.20	37.98	12.79	13.50


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



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR NINE MONTHS PERIOD ENDED MARCH 31, 2026

	March 31 2026	March 31 2025
Note	(Rupees in '000')	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	533,542	576,610
Adjustment for non cash items:		
Depreciation	39,037	26,659
Allowance for expected credit losses	6,158	21,495
Provision for gratuity fund	4,500	3,000
Workers' profit participation fund (WPPF)	28,685	31,000
Workers' welfare fund (WWF)	11,474	12,400
Provision for accumulated compensated absences	6,750	4,500
Provision for provident fund	10,455	10,125
Provision in respect pension fund	2,100	1,953
Markup on loan from parent company	26,771	798
Markup on loan from State Bank of Pakistan	699	2,080
	136,629	114,010
Changes in:		
Stores, spares and loose tools	(16,106)	(20,900)
Stock in trade	15,070	121,368
Trade debts	53,114	(316,409)
Advances, deposits, prepayments and other receivables	30,961	(3,059)
Due to parent company	945	1,614
Trade and other payables	(179,870)	(269,262)
	(95,886)	(486,648)
Cash generated from operating activities	574,285	203,972
Payment for:		
Workers' profit participation fund	749	-
Workers' welfare fund	(13,653)	(17,979)
Gratuity fund	-	(6,000)
Interest paid to parent company	(23,950)	-
Accumulated Compensated absences	(7,251)	(5,516)
Provident fund	(10,356)	(10,080)
Pension fund	(2,100)	(1,953)
Taxation	(176,075)	(318,523)
	(232,636)	(360,051)
Net cash generated from operating activities	341,649	(156,079)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for capital expenditure	(6,144)	(155,026)
Net cash used in investing activities	(6,144)	(155,026)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(15,454)	(15,657)
Proceed from loan from Parent Company	1,051,361	-
Repayment of short term loan from Parent Company	(757,334)	-
Dividends paid	(89,102)	(88,620)
Net cash used in financing activities	189,471	(104,277)
Net increase / (decrease) in cash and cash equivalents	524,976	(415,382)
Cash and cash equivalents at beginning of the period	(298,659)	369,220
Cash and cash equivalents at end of the period	226,317	(46,162)

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

CHIEF EXECUTIVE

DIRECTOR


CHIEF FINANCIAL OFFICER

WAH NOBEL CHEMICALS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Issued, subscribed and paid-up share capital	Capital reserve-share premium	Revenue reserves			Sub-total	Total
			General reserve	Unappropriated profit			
Balance as at July 01, 2024	90,000	944	1,620,000	547,448	2,167,448	2,258,392	
Total comprehensive income for the period	-	-	-	341,817	341,817	341,817	
Transactions with owners recorded directly in equity	-	-	-	341,817	341,817	341,817	
Final dividend @ Rs. 10.00 per share -FY 2024	-	-	-	(90,000)	(90,000)	(90,000)	
Others	-	-	455,000	(455,000)	-	-	
Transfer to general reserve	-	-	-	-	-	-	
Balance as at March 31, 2025	90,000	944	2,075,000	344,265	2,419,265	2,510,209	
Balance as at July 1, 2025	90,000	944	2,075,000	488,369	2,563,369	2,654,313	
Total comprehensive income for the period	-	-	-	325,800	325,800	325,800	
Transactions with owners recorded directly in equity	-	-	-	(90,000)	(90,000)	(90,000)	
Final dividend @ Rs. 10.00 per share -FY 2025	-	-	-	-	-	-	
Others	-	-	395,000	(395,000)	-	-	
Transfer to general reserve	-	-	-	-	-	-	
Balance as at March 31, 2026	90,000	944	2,470,000	329,169	2,799,169	2,890,113	

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


 CHIEF EXECUTIVE


 DIRECTOR


 CHIEF FINANCIAL OFFICER

1 STATUS AND NATURE OF BUSINESS

Wah Nobel Chemicals Limited ("the Company") was incorporated in Pakistan on May 31, 1983 as a public limited company under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Limited. The Company is the subsidiary of Wah Nobel (Private) Limited (WNPL), which holds 55% shares in the Company. WNPL is a subsidiary of Wah Industries Limited (Intermediary holding) and Pakistan Ordnance Factories (POF) is the ultimate holding entity of the Company. The principal activity of the Company is to manufacture Urea Formaldehyde Moulding Compound, Formaldehyde and Formaldehyde based liquid resins for use as bonding agent in the chip board, plywood and flush door manufacturing industries. The Company's registered office and manufacturing facilities are situated in Wah Cantt, Pakistan.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

- 2.2 The disclosures in these condensed interim financial statements do not include the information that was reported for full annual audited financial statements and should therefore be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2025. Comparative condensed interim statement of financial position is extracted from the annual audited financial statements as of June 30, 2025, where as comparative condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from unaudited condensed interim financial statements for six months period ended December 31, 2024.

These condensed interim financial statements are un-audited and are being submitted to the members as required under Section 237 of the Companies Act, 2017.

3 MATERIAL ACCOUNTING POLICIES

- 3.1 The accounting policies adopted in preparation of these condensed interim financial statements are consistent with those followed in preparation of the Company's audited annual financial statements for the year ended June 30, 2025.
- 3.2 Taxes on income in the interim periods are accrued using tax rate that would be applicable to expected annual profit or loss.
- 3.3 **Change in accounting standards, interpretations and amendments to published accounting and reporting**
- a) **Amendments to published accounting and reporting standards which became effective during the period:**
There are certain amendments to accounting and reporting standards which are mandatory for accounting period beginning on or after July 1, 2025 but are considered not to be relevant or have any significant effect on the Company's financial reporting and therefore, have not been disclosed in these condensed interim financial statements.
- b) **Amendments to published accounting and reporting standards that are not yet effective:**
There are certain amendments to accounting and reporting standards which are mandatory for accounting period beginning on or after July 1, 2025. However, these amendments will not have any significant effect on the Company's financial reporting and therefore, have not been disclosed in these condensed interim financial statements.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, incomes and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2025.

5 PROPERTY, PLANT AND EQUIPMENT

		March 31 2026	June 30 2025
		(Rupees in '000')	
	Note	(Un-Audited)	(Audited)
5.1 Operating fixed assets			
Balance at the beginning of the period/year		518,691	353,611
Additions during the period/year		6,144	205,132
Disposal during the period/year		-	(3,421)
Depreciation charged during the period/year		(39,037)	(36,631)
Balance at period/year end		<u>485,798</u>	<u>518,691</u>

		March 31 2026	June 30 2025
		(Rupees in '000')	
		(Un-Audited)	(Audited)

6 TRADE DEBTS

Trade debts		1,973,738	2,026,851
Less: Allowance for expected credit losses	6.1	<u>(269,194)</u>	<u>(263,036)</u>
		<u>1,704,544</u>	<u>1,763,815</u>
6.1 Movement in allowance for expected credit losses:			
Balance at beginning of the period		263,036	222,729
Charge for the period/ year		6,158	40,307
Balance at period/ year end		<u>269,194</u>	<u>263,036</u>

7 LONG TERM FINANCING

Bank Al Habib		5,194	19,949
Current portion of long term financing		<u>(5,194)</u>	<u>(19,949)</u>
		-	-
Bank Al Habib			
Term finance facility - secured		19,949	39,292
Repayment during the period/ year		(15,454)	(20,731)
Accrued markup		699	1,388
		<u>5,194</u>	<u>19,949</u>
Less: current portion of long term financing		<u>(5,194)</u>	<u>(19,949)</u>
		-	-

7.1 This represents utilized amount of long term finance facility under State Bank of Pakistan (SBP) temporary economic refinance facility for payment of capital asset procurement with cumulative sanctioned limit of Rs. 84 million. The facility carries fixed mark-up of 4% of the utilized amount. The tenor of the facility is 5 years repayable in 16 equal quarterly installments from September 2022. The facility is secured by registration of specific charge on fixed assets of the Company for Rs. 112 million.

8 TRADE AND OTHER PAYABLES

This includes payable to Pakistan Ordnance Factories (ultimate Parent) amounting to Rs. 4,586 thousand (June 30, 2025: Rs. 7,309 thousand), Wah Nobel Private limited (Parent Company) amounting to Rs. 3,199 thousand (June 30, 2025 Rs. 1,032 thousand) and Nobel Energy Limited (an associated company) amounting to Rs. 3,540 thousand (June 30, 2025 Rs. 1,787 thousand).

9 DUE TO PARENT COMPANY

The amount represents payable in respect of expenses incurred by the parent company on behalf of the Company. This is unsecured and repayable on demand.

WAH NOBEL CHEMICALS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR NINE MONTHS PERIOD ENDED MARCH 31, 2026

	March 31 2026	June 30 2025
	(Rupees in '000')	
	(Un-Audited)	(Audited)
10 LOAN FROM PARENT COMPANY		
Balance at the beginning of the period/ year	-	-
Amount received during the period/ year	1,051,361	-
Markup for the period/ year	26,771	-
Markup paid during the period/ year	(23,950)	-
Principal repaid during the period/ year	(757,334)	-
Balance at period/ year end	<u>296,848</u>	<u>-</u>

The company has utilized facility duly approved by the parent company amounting upto Rs. 400 million for a period of one year to meet its working capital requirements. The facility is unsecured and carries markup @ 3 months KIBOR per annum.

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

As regards levy of vend fee and permit fee on methanol, on January 19, 2022 the Honorable Supreme Court of Pakistan has disposed off the appeal of Provincial Government of Sindh. As per the order, the Provincial Government shall surrender the Indemnity Bonds from 1990 to October 30, 2002 and subsequent to this date, a fresh demand shall be raised for the amount payable following the notification dated February 14, 2002 and Sindh (Amendment) Abkari Ordinance 2002 notified on October 30, 2002. Upon the receipt of the fresh demand from the Department, the Company intends to approach the relevant Court to defend the case.

Currently, all imports of methanol are being released on payment of Rs. 3/- per bulk gallon in cash which is being expensed out and submission of guarantee @ Rs. 14/- per bulk gallon in the form of indemnity bonds.

In case of fresh demand from the department, the Company is exposed to an aggregate obligation of Rs. 1,279 million (June 30, 2025: Rs. 1,238 million) on account of vend fee and permit fee based on the guarantees issued against methanol imported and released up to the reporting date. However, keeping in view the facts, previous decisions which had been in the favour of the Company and based on advice of the legal advisor of the Company, the management believes that there is almost 'nil' chance of any liability. Therefore, no provision for this has been

	March 31 2026	June 30 2025
	(Rupees in '000')	
	(Un-Audited)	(Audited)
11.2 Commitments		
11.2.1 Letters of credit for purchase of stocks	<u>63,400</u>	<u>608,344</u>
11.2.2 Post dated cheques issued in favour of collector of customs against custom duties and other levies on methanol kept in bonded ware house.	<u>-</u>	<u>42,341</u>

12 NET SALES

	Note	Nine month ended		Three month ended	
		March 31	March 31	March 31	March 31
		2026	2025	2026	2025
		(Rupees in '000')		(Rupees in '000')	
		(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)
Local sales		3,642,663	3,617,267	1,160,483	1,287,415
Exports		94,308	275,348	-	50,834
	12.1	<u>3,736,971</u>	<u>3,892,615</u>	<u>1,160,483</u>	<u>1,338,249</u>

12.1 Disaggregation of revenue

Urea Formaldehyde Moulding compound	2,433,528	2,553,158	761,134	848,223
Urea Formaldehyde Glue	193,268	187,278	74,566	59,915
Formaldehyde and Formalin solvent	1,041,212	1,055,986	299,256	395,172
Others	68,963	96,193	25,528	34,939
	<u>3,736,971</u>	<u>3,892,615</u>	<u>1,160,483</u>	<u>1,338,249</u>

13 CASH AND CASH EQUIVALENTS

	March 31	March 31
	2026	2025
	(Rupees in '000')	
	(Un-Audited)	(Un-Audited)
Cash and bank balances	226,359	232,312
Short term running finance - secured	(42)	(278,474)
	<u>226,317</u>	<u>(46,162)</u>

14 RELATED PARTY TRANSACTIONS

The Company is a subsidiary of Wah Nobel (Private) Limited, so all subsidiaries, holding companies and associated undertakings of the parent are related parties of the Company. Other related parties comprise of directors, key management personnel, entities with common directorships and entities over which the directors and trustees are able to exercise influence. Balances and transactions with related parties are shown relevant notes

14.1 Following are the associated companies and related parties with whom the Company had entered into transactions during the year:

Associated company	Nature of relationship	Number of shares held in the Company	Aggregate %age shareholding in the Company
Wah Nobel (Private) Ltd (WNPL)	Parent company	4,970,395	55.23%
WNPL Employees Provident Fund	Staff retirement fund	99,000	1.10%
WNCL Employees Provident Fund	Staff retirement fund	33,102	0.37%
Nobel Energy Limited (NEL)	Associated company	-	0.00%
Mr. Tariq Rangoonwala	Director	500	0.01%
Mr. Muhammad Ashar	Director	-	0.00%

WAH NOBEL CHEMICALS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR NINE MONTHS PERIOD ENDED MARCH 31, 2026

14.2 RELATED PARTY TRANSACTIONS	March 31	March 31
	2026	2025
	(Rupees in '000")	
	(Un-Audited)	(Un-Audited)
Significant transactions with related parties during the period were as follows:		
Expenses incurred on behalf or by the parent companies - net	(945)	12,096
Payment to/ (by) parent company against expenses- net	-	(13,035)
Purchase of electricity from NEL	12,719	13,887
Purchase of electricity from parent company	9,865	11,728
Purchase of material from parent company	443	8,011
Dividend paid to the holding company	49,704	49,704
Sales to parent company	36,006	39,021
Interest paid to the parent company	23,950	-
Interest incurred on loan from parent company	26,771	798
Payment to employees' provident fund	10,356	10,080
Payment to employees' pension fund	2,100	1,953
Payment to employees' gratuity fund	-	6,000
Purchase of electricity from Pakistan Ordnance Factories (ultimate parent)	67,143	48,430
Payment to non-executive directors for attending board of director meetings	250	300

15 DISCLOSURE REQUIREMENTS FOR SHARIAH COMPLIANT COMPANIES

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

	Note	March 31	June 30
		2026	2025
		(Rupees in '000")	
Loans/advances obtained as per Islamic mode			
Contract liability		84,842	13,392
Interest accrued on conventional loan or advance			
Accrued markup		1,119	3,023
Shariah compliant bank deposits/bank balances			
Bank balances	13	226,220	149,274
Revenue earned from a shariah compliant business segment			
Revenue - net	12	3,736,971	5,096,035
Exchange gain earned from actual currency			
Gain on foreign exchange		-	3,874
Total interest earned on any conventional loan or advance			
Income from financial assets		22	5,729
Interest paid on any conventional loan or advance		33,866	4,848
Source and detailed breakup of other income			
Income from non-financial assets - Shariah Compliant		8,629	26,853
Income from financial assets - Non-Shariah Compliant		22	5,729
Relationships with Shariah-compliant financial institutions			
Name	Relationship		
Faysal Bank Limited	Bank deposit		
Meezan Bank Limited	Bank deposit		

16 FINANCIAL RISK MANAGEMENT

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

17 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on April 29, 2026 by the Board of Directors of the Company.

18 GENERAL

- 18.1 Figures have been rounded off to the nearest thousand of rupees.
- 18.2 Accrued mark-up payable to the Parent Company, previously classified in trade and other payables note 8 amounting to Rs. 7,848 thousand (June 2025: Rs. 5,027 thousand), has been reclassified and presented under loan from Parent Company note 10 to better reflect the nature of the liability.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER