



ANNUAL REPORT

20 25



TABLE OF CONTENTS

COMPANY INFORMATION	1
NOTICE OF ANNUAL GENERAL MEETING	2
VISION AND MISSION STATEMENT, CORE VALUES AND GOALS.....	3
DIRECTORS' REPORT TO SHAREHOLDERS	4
CHAIRPERSON REPORT.....	5
SIX YEARS AT GLANCE	6
STATEMENT OF ETHICS AND BUSINESS PRACTICES	7
STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (Code of Corporate Governance) Regulations, 2019... ..	8
INDEPENDENT AUDITORS REPORT ON GOVERNANCE REGULATIONS 2019	9
INDEPENDENT AUDITORS REPORT ON FINANCIAL STATEMENTS.....	10
STATEMENT OF FINANCIAL POSITION	11
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME	12
STATEMENT OF CHANGES IN EQUITY	13
STATEMENT OF CASH FLOWS.....	14
NOTES TO THE FINANCIAL STATEMENTS.....	15
PATTERN OF SHAREHOLDING	16
DETAILED CATEGORIES OF SHAREHOLDERS AS ON 30 JUNE 2025	17
FORM OF PROXY	18

COMPANY INFORMATION

BOARD OF DIRECTORS

1. Mr. Muhammad Zain-ul-Afaq	Chairperson/Non-Executive Director
2. Mr. Muhammad Ali Shafique Chaudhry	Chief Executive Officer
3. Ms. Afifa Shafique	Executive Director
4. Mr. Muhammad Hashim Tareen	Independent Director
5. Mr. Mahmood Aslam	Independent Director
6. Mrs. Shabana Shafique	Non-Executive Director
7. Miss. Eman Shafique	Non-Executive Director

AUDIT COMMITTEE

1. Mr. Muhammad Hashim Tareen	Chairman/Independent Director
2. Mrs. Shabana Shafique	Member
3. Miss. Eman Shafique	Member

HR & REMUNERATION COMMITTEE

1. Mr. Muhammad Hashim Tareen	Chairman/Independent Director
2. Mr. Muhammad Ali Shafique Chaudhry	CEO/Director
3. Miss. Eman Shafique	Member
4. Mrs. Shabana Shafique	Member

CHIEF FINANCIAL OFFICER

Miss. Afifa Shafique

COMPANY SECRETARY

Mr. Abdul Shakoor

EXTERNAL AUDITORS

M/s. Malik Haroon Ahmad and Co. Chartered Accountants

INTERNAL AUDITORS

Saleem Marwat

SHARE REGISTRAR

Hameed Majeed Associates (Private) Limited

REGISTERED OFFICE

79 – Peco Road Badami Bagh Lahore Pakistan

COMPANY BANKERS

1. JS Bank Limited
2. Habib Metropolitan Bank Limited
3. Meezan Bank Limited
4. Bank Alfalah Limited
5. The Bank of Punjab
6. United Bank Limited

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of shareholders of Beco Steel Limited (the Company) will be held on October 28, 2025 (Tuesday) at 12:00 (noon) at Executive Board Room, Royal Palm Golf and Country Club, 52 Canal Road, Mughalpura, Lahore to transact the following business:

1. To confirm minutes of Annual General Meeting held on November 27, 2024.
2. To receive and adopt the Annual Audited Accounts of the Company for the year ended June 30, 2025, along with Directors and Auditors Reports thereon.
3. To appoint External Auditors of the Company for the financial year ending June 30, 2026, and to fix their remuneration. The shareholders are hereby notified that the Audit Committee and the Board of Directors have recommended the name of M/s Malik Haroon Ahmad & Co. Chartered Accountants for appointment as auditors of the Company for the financial year 2025-26.

Special Business:

4. To consider and, if deemed fit, pass the following resolutions as a special resolution under Section 85 of the Companies Act, 2017, with or without modification, for the purpose of subdivision of the share capital of the Company, as recommended by the Directors: -

Resolved that in accordance with Section 85 of the Companies Act, 2017 and Clause VI of the Memorandum of Association of the Company, the existing capital of the Company is hereby altered in a manner that each one (01) ordinary share of the Company, having face value of Rs.10/- each be subdivided into one (01) ordinary share of the face value of Rs.1/- each, with no change in their rights, privileges and entitlements.

5. To consider and, if thought fit, pass the following resolutions as Special Resolution with or without modification: -

Resolved further that the Authorized Share Capital of the Company be and is hereby further increased from Rs. 1,500,000,000 to Rs. 3,000,000,000 and accordingly subdivided into 3,000,000,000 ordinary shares of Rs. 1/- each

Resolved further that the Memorandum of Association of the Company be and is hereby altered by substituting the existing clause VI with the following new clause: -

VI. The Capital of the Company is Rs. 3,000,000,000 (Rupees three billion only) divided into 3,000,000,000 (Three billion only) ordinary shares of Rs.1/- (Rupees one) each with rights, privileges and conditions attaching thereto as are provided by the regulations of the company for the time being, with power to increase or reduce the capital and to divide the shares in the capital for the time being in several classes.

Resolved further that any Director or Company Secretary of the Company be and are hereby singly authorized to do all acts, deeds, things and to take any or all necessary actions to complete all legal formalities and file all necessary documents in this regards as they think fit on behalf of the Company”.

6. To ratify and approve transactions conducted with the Related Parties for the year ended June 30, 2025 by passing the following special resolution with or without modification: -



“Resolved that, the transactions conducted with the Related Parties as disclosed in the note # 42 to the financial statements of the Company for the year ended June 30, 2025 be and are hereby ratified, approved and confirmed.”

7. To authorize the Board of Directors of the Company to approve transactions with the related parties for the financial year ending on June 30, 2026 by passing the following special resolution with or without modification: -

“Resolved that the Board of Directors of the Company be and is hereby authorized to approve the transactions to be conducted with the Related Parties on case to case basis for the financial year ending on June 30, 2026.

“Resolved further that these transactions by the Board shall be deemed to have been approved by the shareholders and shall be placed before the shareholders in the next Annual General Meeting for their formal ratification/approval.”

8. To transact any other business with the permission of the Chair.


<p>Lahore: October 06, 2025</p>	<p>By Order of the Board</p>   <p>(Abdul Shakoor) Company Secretary</p>
---	---

Notes:

1. The Share Transfer Books of the Company will remain closed from October 21, 2025 to October 28, 2025 (both days inclusive). Transfers received in order at the Office of our Share Registrar, Hameed Majeed Associates, upto the close of business hours on October 20, 2025, will be treated in time for the purposes of e for determination of entitlement to attend and vote at the meeting.
2. A member eligible to attend, speak and vote at this meeting may appoint another member as his/her proxy to attend, speak and vote instead of him/her. CDC beneficial owners and Proxy Holders must bring with them their valid Computerized National Identity Cards (CNIC)/ Passports in order to prove his/her identity. In case of Proxy, CDC beneficial owners and Proxy Holders must enclose duly notarized copies of their valid CNIC/Passports with the Proxy Form.
3. Proxies, in order to be effective, must be received at the Company's Registered Office not later than 48 hours before the time for holding the meeting and should be duly stamped, signed and witnessed. A member shall not be entitled to appoint more than one proxy.
4. In case of corporate entity, the Board of Directors' resolution / power of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of the meeting. In case of Proxy, the corporate entity shall also submit the documents required for the meeting along with the Proxy Form to the Company.
5. Pursuant to provisions of Section 134 of the Companies Act, 2017, if the Company receives consent from members holding aggregate 10% or more shareholding, residing in geographical location to participate in the meeting through video conference at least seven days prior to the date of meeting, the Company will arrange video conference facility in that city subject to availability of such facility in that city.
6. The members and their proxies can attend the Annual General Meeting via video link using their smart phones / tablets. However, they are requested to register themselves by providing the following information along with copy of valid Computerized National Identity Card (both sides) / passport, attested copy of Board Resolution/power of attorney (in case of corporate shareholders) through email at secretary@becosteel.com by October 26, 2025:

Name of Member/ Proxy holder	Folio No. / CDC Account No.	Cell No. / WhatsApp No.	CNIC No.	Email ID

7. The notice of meeting containing the QR enabled code and the weblink address to view and download the Annual Report including annual audited financial statements, is being dispatched to the members as per requirements of the Companies Act, 2017, on their registered addresses and e-mailed to the shareholders who have provided their valid email IDs to the Share Registrar of the Company. Further, the notice of meeting has also been posted on the Company's website: www.becosteel.com Furthermore, the notice is also being published in English and Urdu languages in a daily newspaper of respective language having nationwide circulation.
8. The Members, who desire to receive the AGM Notice containing annual audited financial statements/Annual Report through e-mail, are requested to update their e-mail IDs. The Annual Report for the year ended June 30, 2025, is available on website of the Company. However, hard copy of Annual Report will be provided free of cost on written request of the shareholder on Standard Request Form available on website www.becosteel.com.
9. The annual audited financial statements of the Company for the financial year ended June 30, 2025, containing inter alia the audited financial statements, along with Auditors', directors' and Chairman's reports thereon may be reviewed and downloaded by the following QR Code and weblink as given under:

Link	QR Code
https://becosteel.com/annual-reports/	

10. Pursuant to requirement of Section 242 of the Companies Act, 2017 and the Companies (Distribution of Dividends) Regulations, 2017, the shareholders are requested to provide their bank details including International Bank Account Number (IBAN) of 24 digits in order to receive unclaimed e-dividends. Further, the shareholders may contact at the Registered Office of the Company to collect / enquire about their unclaimed physical dividends / physical shares;
11. Shareholders holding physical share certificates who have not yet submitted copy of their valid CNIC/NTN are once again requested to send a copy of their valid CNIC/NTN to our Share Registrar, Vision Consulting Limited. The shareholders while sending copy of CNIC/ NTN must quote their respective folio numbers thereon enabling the Company to comply with the requirements of the Companies Act, 2017 and SROs issued thereunder in order to release the physical dividend warrants.
12. As per Section 72 of the Companies Act, 2017, members of the Company, in their best interest, are requested once again to convert their physical shares into book-entry form at the earliest possible.
13. In view of prohibition under Section 185 of the Companies Act, 2017, the Company will not distribute gifts in any form to its members at the meeting.

14. Members are requested to notify immediately any change in their addresses. CDC beneficial owners maintaining their shares in electronic form should have their addresses updated with their participants or CDC Investor Account Services.
15. Procedure for E-Voting:
 - (a) Details of the e-voting facility will be shared through an e-mail with those members of the Company who have their valid CNIC numbers, cell numbers and e-mail addresses available in the register of members of the Company by the close of business on October 22, 2025.
 - (b) The web address, login details, will be communicated to members via email. The security codes will be communicated to members through SMS from web portal of CDC Share Registrar Services Limited (being the e-voting service provider).
 - (c) Identity of the Members intending to cast vote through e-Voting shall be authenticated through electronic signature or authentication for login.
 - (d) E-Voting lines will start from October 24, 2025, 09:00 AM and shall close on October 27, 2025 at 5:00 PM. Members can cast their votes any time in this period. Once the vote on a resolution is cast by a Member, he / she shall not be allowed to change it subsequently.
16. Procedure for voting through postal ballot:
 - a) Members may alternatively opt for voting through postal ballot. For convenience of the members, Ballot Paper is annexed to this notice and the same is also available on the Company's website www.becosteel.com for download.
 - b) The members shall ensure that duly filled and signed ballot paper along with copy of valid Computerized National Identity Card (CNIC)/ Passport should reach the Chairman of the meeting through post on the Company's registered address, 79-Peco Road, Badami Bagh, Lahore or email at ceo@becosteel.com one day before the Annual General Meeting i.e. on October 27, 2025 till 05:00 PM. The signature on the ballot paper should match with the signature on CNIC.
17. The shareholders are also encouraged to send their comments and suggestions, related to the agenda items of the AGM on secretary@becosteel.com to be discussed in the meeting.

STATEMENT UNDER SECTION 134(3) OF THE COMPANIES ACT, 2017, SETS OUT THE MATERIAL FACTS CONCERNING THE SPECIAL BUSINESS TO BE TRANSACTED AT THE ANNUAL GENERAL MEETING OF THE COMPANY.

Agenda Item No. 4 and 5 of the Notice – Sub-division of face value and Increase in Authorized Share Capital

Since the market price of ordinary shares of the Company has experienced a substantial increase and the management of the Company wishes to enhance affordability and broaden access to the Company's shares for wider investor base without diminishing the underlying value of existing shareholders' equity by increasing number of issued and paid-up shares in terms of Section 85(1)(c) of the Companies Act, 2017. Therefore, the Board of Directors have proposed subdivision of Company's capital by decreasing the face value of shares from Rs.10/- to Rs.1/-. Resultantly, the shareholders will receive ten (10) ordinary shares of face value Rs.1/- each against every one (01) ordinary share of Rs.10/- held in their names as on the effective date to be announced later.

The new shares proposed to be created, as a result of subdivision, shall have no change in the rights and privileges attached to the shares as compared to the existing shares. The new shares with reduced face value of Rs.1/- will be issued to the shareholders' either in physical form or by crediting in their investor accounts maintained with Central Depository Company of Pakistan Limited (CDC), as the case may be, as per the entitlement of respective shareholders on the effective date.

The Board of Directors approved and recommended the proposed resolution to be passed as a special resolution under Section 85 of the Companies Act, 2017 and amendment in Clause V of the Memorandum of Association of the Company. The Board confirms also that the proposed alterations comply with the applicable laws and regulatory framework.

At present, the authorized share capital of the Company is Rs. 1,500,000,000 (Rupees one billion and five hundred million only) divided into 150,000,000 shares of Rs. 10 each, The Company's existing subscribed and paid-up capital, currently comprising 124,962,510 ordinary shares of Rs.10/- each, will be split into 1,249,625,100 ordinary shares of Rs.1/- each in the ratio of 10 ordinary shares for every 1 ordinary share held.

Further the Board of Directors has recommended that the Memorandum of Association of the Company be substituted with the existing clause VI of the Memorandum of Association with a view to cover any future increase in the Paid up Capital of the Company as and when necessary

The Directors, Sponsors, majority shareholders and their relatives are not interested, directly or indirectly, in the above business except to the extent of shares that are held by them in the Company.

Original and amended copies of the Memorandum and Articles of Association have been kept at the Registered Office of the Company which can be inspected on any working day during usual business hours till the date of AGM.

For the purpose of the subdivision of shares and resultant increase in the number of shares, the existing Clause VI of the Memorandum of Association also needs amendment.

Comparison of existing and proposed alteration in the respective capital clause of the Memorandum of Association, is provided below: -

MEMORANDUM OF ASSOCIATION	
Existing Clause VI	Proposed Clause VI
VI. The Capital of the Company is Rs. 1,500,000,000 (Rupees One Billion Five Hundred Million) divided into 150,000,000 (One Hundred Fifty Million only) ordinary share of Rs.10/- (Rupees Ten) each with rights, privileges and conditions attaching thereto as are provided by the regulations of the company for the time being, with power to increase or reduce the capital and to divide the shares in the capital for the time being several classes.	VI. The Capital of the Company is Rs. 3,000,000,000 (Rupees three billion only) divided into 3,000,000,000 (Three billion only) ordinary shares of Rs.1/- (Rupees one) each with rights, privileges and conditions attaching thereto as are provided by the regulations of the company for the time being, with power to increase or reduce the capital and to divide the shares in the capital for the time being in several classes.

Agenda item No. 6-7 Ratification and Approval of the Related Party Transactions

All transactions conducted by the Company with related parties for the fiscal year ended June 30, 2025, are detailed in the related party note # 42 to the Annual Financial Statements for the year ended June 30, 2025. The Company conducted transactions with related parties at arm's length price basis in accordance with the approved related party transactions policy, during the normal course of business, and was periodically reviewed by the Audit Committee in accordance with clause 15 of the Listed Companies (Code of Corporate Governance) regulations, 2019.

The Board approved the transactions with related parties in the Quarterly/Annual financial statements for the fiscal year 2024-25; however, due to the interest/concerns of some of the directors due to common directorship, the Board decided to present the above-mentioned related party transactions to the shareholders in AGM for ratification and approval.

Moreover during the fiscal year ending June 30, 2026, the Company may also conduct transactions with all related parties in the ordinary course of business and at arm's length price basis in accordance with its related party transaction policy. All transactions with the related parties must be approved by the Audit Committee of the Board. Such transactions will be considered for approval by the Board of Directors based on the Audit Committee's recommendations. To promote transparent business practices, shareholders are recommended to authorize the Company's Board of Directors to approve transactions with related parties for the fiscal year ending June 30, 2026, which transactions will be presumed approved by the shareholders.

These transactions will be presented to the shareholders in the next Annual General Meeting for formal ratification/approval.

The Directors are only interested in the decisions within the framework of their common directorship of such related parties.

سالانہ جنرل میٹنگ کا نوٹس

نوٹس جاری کیا جاتا ہے کہ بیکو اسٹیل لمیٹڈ (کمپنی) کے حصص یافتگان کا سالانہ جنرل اجلاس 28 اکتوبر 2025 (منگل) دوپہر 12:00 بجے ایگزیکٹو بورڈ روم، رائل پام گالف اینڈ کنٹری کلب، 52 کینال روڈ، مغل پورہ، لاہور میں درج ذیل کاروبار کرے گا:

1. 27 نومبر 2024 کو ہونے والی سالانہ جنرل میٹنگ کے منٹس کی تصدیق کے لیے۔
2. 30 جون 2025 کو ختم ہونے والے سال کے لیے کمپنی کے سالانہ آڈٹ شدہ اکاؤنٹس کو اس پریذائیکٹرز اور آڈیٹرز کی رپورٹوں کے ساتھ وصول کرنا اور اپنانا۔
3. 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے کمپنی کے بیرونی آڈیٹرز کی تقرری کرنا، اور ان کے معاوضے کا تعین کرنا۔ شیئر ہولڈرز کو مطلع کیا جاتا ہے کہ آڈٹ کمیٹی اور بورڈ آف ڈائریکٹرز نے مالی سال 2025-26 کے لیے کمپنی کے آڈیٹرز کے طور پر تقرری کے لیے میسرز ملک ہارون اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کے نام کی سفارش کی ہے۔

خصوصی کاروبار:

4. کمپنیز ایکٹ 2017 کے سیکشن 85 کے تحت خصوصی قرارداد کے طور پر درج ذیل قراردادوں کو منظور کرنا، ترمیم کے ساتھ یا اس کے بغیر، جیسا کہ ڈائریکٹرز کی طرف سے سفارش کی گئی ہے:
- یہ طے پایا کہ کمپنیز ایکٹ 2017 کے سیکشن 85 اور کمپنی کے میمورنڈم آف ایسوسی ایشن کی شق VI کے مطابق کمپنی کے موجودہ سرمائے کو اس طرح سے تبدیل کیا گیا ہے کہ کمپنی کے ہر ایک (01) عام حصص کو جس کی فیس و بلیو 10 روپے ہے ہر ایک کو 1 روپے کی فیس و بلیو کے ایک (01) عام حصص میں تقسیم کیا جائے گا۔ ان کے حقوق، مراعات اور استحقاق میں کوئی تبدیلی نہ ہو۔
5. غور کرنا اور اگر مناسب سمجھا جائے تو درج ذیل قراردادوں کو خصوصی قرارداد کے طور پر ترمیم کے ساتھ یا اس کے بغیر منظور کرنا:

مزید یہ طے کیا گیا ہے کہ کمپنی کے مجاز شیئر کیپٹل کو 1,500,000,000 روپے سے بڑھا کر 3,000,000,000 روپے کر دیا جائے گا اور اس کے مطابق اسے 1/- روپے کے 3,000,000,000 عام حصص میں تقسیم کیا جائے گا

مزید یہ طے کیا گیا کہ کمپنی کے میمورنڈم آف ایسوسی ایشن کو موجودہ شق VI کو درج ذیل نئی شق کے ساتھ تبدیل کر کے تبدیل کیا جائے گا:

VI. کمپنی کا سرمائے 3,000,000,000 روپے (صرف تین ارب روپے) ہے جو 3,000,000,000 (صرف تین ارب) عام حصص میں تقسیم کیا گیا ہے جس میں سے ہر ایک کے حقوق، مراعات اور شرائط منسلک ہیں جیسا کہ قواعد و ضوابط کے مطابق فراہم کیا گیا ہے۔ کمپنی کو فی الحال، سرمائے کو بڑھانے یا کم کرنے اور تقسیم کرنے کی طاقت کے ساتھ اس وقت کئی کلاسوں میں دارالحکومت میں حصص ہیں۔

مزید یہ طے کیا گیا ہے کہ کمپنی کا کوئی بھی ڈائریکٹر یا کمپنی سیکرٹری تمام اعمال، اعمال، چیزیں کرنے اور تمام قانونی رسمی کارروائیاں مکمل کرنے کے لئے کوئی یا تمام ضروری اقدامات کرنے اور اس سلسلے میں تمام ضروری دستاویزات داخل کرنے کے لئے تہا مجاز ہے جیسا کہ وہ کمپنی کی جانب سے مناسب سمجھتے ہیں۔

6. 30 جون 2025 کو ختم ہونے والے سال کے لیے متعلقہ فریقوں کے ساتھ کیے گئے لین دین کی توثیق اور منظوری کے لیے درج ذیل خصوصی قرارداد ترمیم کے ساتھ یا اس کے بغیر:



"حل کیا گیا ہے کہ، متعلقہ جماعتوں کے ساتھ کیے گئے لین دین جیسا کہ 30 جون 2025 کو ختم ہونے والے سال کے لیے کمپنی کے مالی بیانات کے نوٹ # 42 میں انکشاف کیا گیا ہے اور اس کے ذریعے توثیق، منظور اور تصدیق کی جاتی ہے۔"

7. کمپنی کے بورڈ آف ڈائریکٹرز کو 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے متعلقہ جماعتوں کے ساتھ لین دین کی منظوری دینے کا اختیار دینا، ترمیم کے ساتھ یا اس کے بغیر درج ذیل خصوصی قرارداد منظور کرنا:

"یہ طے کیا گیا ہے کہ کمپنی کے بورڈ آف ڈائریکٹرز کو 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے کیس ٹو کیس کی بنیاد پر متعلقہ فریقوں کے ساتھ کیے جانے والے لین دین کی منظوری دینے کا اختیار دیا گیا ہے۔"

"مزید یہ طے کیا گیا ہے کہ بورڈ کی طرف سے ان لین دین کو حصص یافتگان کی طرف سے منظور شدہ سمجھا جائے گا اور ان کی باضابطہ توثیق / منظوری کے لئے اگلی سالانہ جنرل میٹنگ میں شیئر ہولڈرز کے سامنے رکھا جائے گا۔"

8. چیئر کی اجازت سے کسی بھی دوسرے کاروبار کا لین دین کرنا۔

<p>لاہور:</p> <p> 06 اکتوبر 2025 </p>	<p>بورڈ کے حکم سے</p>   <p>(عبدالغفور) کمپنی سیکرٹری</p>
---	---

نوٹ:


1. کمپنی کی شیئر ٹرانسفر بکس 21 اکتوبر 2025 سے 28 اکتوبر 2025 تک بند رہیں گی (دونوں دن شامل ہیں)۔ ہمارے شیئر رجسٹرار، حمید مجید ایسوسی ایٹس کے دفتر میں 20 اکتوبر 2025 کو کاروباری اوقات کے اختتام تک موصول ہونے والی منتقلی کو اجلاس میں شرکت اور ووٹ دینے کے حق کے تعین کے لیے ای کے مقاصد کے لیے بروقت علاج کیا جائے گا۔
2. اس اجلاس میں شرکت کرنے، بولنے اور ووٹ دینے کا اہل رکن اس کے بجائے کسی دوسرے ممبر کو شرکت کرنے، بولنے اور ووٹ دینے کے لیے اپنا پراکسی مقرر کر سکتا ہے۔ سی ڈی سی کے فائدہ اٹھانے والے مالکان اور پراکسی ہولڈرز کو اپنی شناخت ثابت کرنے کے لئے اپنے ساتھ اپنے درست کمپیوٹرائزڈ قومی شناختی کارڈ (سی این آئی سی) / پاسپورٹ لانا ہوں گے۔ پراکسی کی صورت میں، سی ڈی سی فائدہ اٹھانے والے مالکان اور پراکسی ہولڈرز کو پراکسی فارم کے ساتھ اپنے درست سی این آئی سی / پاسپورٹ کی باقاعدہ نوٹرائزڈ کاپیاں منسلک کرنی چاہئیں۔
3. پراکسیز، موثر ہونے کے ل the، میٹنگ کے انعقاد کے وقت سے 48 گھنٹے پہلے کمپنی کے رجسٹرڈ دفتر میں وصول کی جانی چاہئیں اور ان پر مناسب مہر لگائی جانی چاہئے، دستخط کیے جائیں گے اور گواہی دی جانی چاہئے۔ ایک رکن ایک سے زیادہ پراکسی کی تقرری کا حقدار نہیں ہوگا۔
4. کارپوریٹ ادارے کی صورت میں، بورڈ آف ڈائریکٹرز کی قرارداد / پاور آف اٹارنی نامزد شخص کے نمونے دستخط کے ساتھ اجلاس کے وقت پیش کی جائے گی (جب تک کہ یہ پہلے فراہم نہ کیا گیا ہو)۔ پراکسی کی صورت میں، کارپوریٹ ادارہ پراکسی فارم کے ساتھ میٹنگ کے لیے درکار دستاویزات بھی کمپنی کو جمع کرائے گا۔
5. کمپنیز ایکٹ، 2017 کے سیکشن 134 کی دفعات کے مطابق، اگر کمپنی میٹنگ کی تاریخ سے کم از کم سات دن پہلے ویڈیو کانفرنس کے ذریعے میٹنگ میں شرکت کے لیے جغرافیائی محل وقوع میں رہنے والے مجموعی طور پر 10 فیصد یا اس سے زیادہ شیئر ہولڈنگ رکھنے والے اراکین سے رضامندی حاصل کرتی ہے، تو کمپنی اس شہر میں اس طرح کی سہولت کی دستیابی سے مشروط اس شہر میں ویڈیو کانفرنس کی سہولت کا انتظام کرے گی۔
6. ممبران اور ان کے پراکسیز اپنے اسمارٹ فون / ٹیبلیٹ کا استعمال کرتے ہوئے ویڈیو لنک کے ذریعے سالانہ جنرل میٹنگ میں شرکت کر سکتے ہیں۔ تاہم، ان سے درخواست کی جاتی ہے کہ وہ 26 اکتوبر 2025 تک secretary@becosteel.com پر ای میل کے ذریعے درست کمپیوٹرائزڈ قومی شناختی کارڈ (دونوں اطراف) / پاسپورٹ کی کاپی، بورڈ کی قرارداد / پاور آف اٹارنی (کارپوریٹ شیئر ہولڈرز کے معاملے میں) کی تصدیق شدہ کاپی کے ساتھ درج ذیل معلومات فراہم کر کے خود کو رجسٹر کریں:

ای میل آئی ڈی	سی این آئی سی نمبر	سیل نمبر / واٹس ایپ نمبر	فولیو نمبر - / سی ڈی سی اکاؤنٹ نمبر	ممبر / پراکسی ہولڈر کا نام

7. سالانہ آڈٹ شدہ مالیاتی بیانات سمیت سالانہ رپورٹ کو دیکھنے اور ڈاؤن لوڈ کرنے کے لیے کیو آر فعال کوڈ اور ویب لنک ایڈریس پر مشتمل میننگ کانوٹس، کمپنیز ایکٹ 2017 کی ضروریات کے مطابق اراکین کو ان کے رجسٹرڈ پتوں پر بھیجا جا رہا ہے اور ان شیئر ہولڈرز کو ای میل کیا جا رہا ہے جنہوں نے کمپنی کے شیئر رجسٹر کو اپنی درست ای میل آئی ڈی فراہم کی ہے۔ مزید برآں، میننگ کانوٹس کمپنی کی ویب سائٹ پر بھی پوسٹ کیا گیا ہے: www.becosteel.com مزید برآں، نوٹس انگریزی اور اردو زبانوں میں بھی متعلقہ زبان کے روزنامہ اخبار میں شائع کیا جا رہا ہے جس کی ملک گیر گردش ہے۔

8. ممبران، جو ای میل کے ذریعے سالانہ آڈٹ شدہ مالی بیانات / سالانہ رپورٹ پر مشتمل اے جی ایم نوٹس وصول کرنے کے خواہشمند ہیں، ان سے درخواست کی جاتی ہے کہ وہ اپنی ای میل آئی ڈی کو اپ ڈیٹ کریں۔ 30 جون 2025 کو ختم ہونے والے سال کی سالانہ رپورٹ کمپنی کی ویب سائٹ پر دستیاب ہے۔ تاہم، سالانہ رپورٹ کی ہارڈ کاپی شیئر ہولڈر کی تحریری درخواست پر ویب سائٹ www.becosteel.com پر دستیاب معیاری درخواست فارم پر مفت فراہم کی جائے گی۔

9. 30 جون 2025 کو ختم ہونے والے مالی سال کے لیے کمپنی کے سالانہ آڈٹ شدہ مالیاتی بیانات، جس میں آڈیٹرز، ڈائریکٹرز اور چیئرمین کی رپورٹوں کے ساتھ آڈٹ شدہ مالیاتی بیانات شامل ہیں، کا جائزہ لیا جاسکتا ہے اور درج ذیل کیو آر کوڈ اور ویب لنک کے ذریعے ڈاؤن لوڈ کیا جاسکتا ہے:

کیو آر کوڈ	رابطہ
	https://becosteel.com/annual-reports

10. کمپنیز ایکٹ، 2017 کے سیکشن 242 اور کمپنیز (ڈیویڈنڈ کی تقسیم) ریگولیشنز، 2017 کی ضرورت کے مطابق، حصص یافتگان سے درخواست کی جاتی ہے کہ وہ غیر دعویٰ شدہ ای ڈیویڈنڈ وصول کرنے کے لئے 24 ہندسوں کا بین الاقوامی بینک اکاؤنٹ نمبر (آئی بی اے این) سمیت اپنے بینک کی تفصیلات فراہم کریں۔ مزید برآں، شیئر ہولڈرز اپنے غیر دعویٰ شدہ فزیکل ڈیویڈنڈ / فزیکل حصص کے بارے میں جمع کرنے / پوچھ گچھ کرنے کے لیے کمپنی کے رجسٹرڈ دفتر سے رابطہ کر سکتے ہیں۔

11. فزیکل شیئر سرٹیفکیٹ رکھنے والے شیئر ہولڈرز جنہوں نے ابھی تک اپنے درست سی این آئی سی / این ٹی این کی کاپی جمع نہیں کرائی ہے ان سے ایک بار پھر درخواست کی جاتی ہے کہ وہ اپنے درست سی این آئی سی / این ٹی این کی ایک کاپی ہمارے شیئر رجسٹرار، وٹن کنسلٹنگ لمیٹڈ کو بھیجیں۔ شیئر ہولڈرز کو سی این آئی سی / این ٹی این کی کاپی بھیجئے وقت اپنے متعلقہ فولیو نمبروں کا حوالہ دینا ہو گا تاکہ کمپنی کمپنیز ایکٹ 2017 اور اس کے تحت جاری کردہ ایس آر اوز کی ضروریات کی تعمیل کر سکے تاکہ فزیکل ڈیویڈنڈ وارنٹ جاری کیے جاسکیں۔

12. کمپنیز ایکٹ 2017 کے سیکشن 72 کے مطابق، کمپنی کے اراکین سے، اپنے بہترین مفاد میں، ایک بار پھر درخواست کی جاتی ہے کہ وہ جلد از جلد اپنے فزیکل شیئرز کو بک انٹری فارم میں تبدیل کریں۔

13. کمپنیز ایکٹ 2017 کی دفعہ 185 کے تحت پابندی کے پیش نظر کمپنی میننگ میں اپنے ممبروں کو کسی بھی شکل میں تخائف تقسیم نہیں کرے گی۔

14. ممبران سے درخواست کی جاتی ہے کہ وہ اپنے پتے میں کسی بھی تبدیلی کو فوری طور پر مطلع کریں۔ سی ڈی سی کے فائدہ اٹھانے والے مالکان کو اپنے حصص کو الیکٹرک شکل میں برقرار رکھنے کے لئے ان کے پتے کو ان کے شرکاء یا سی ڈی سی انویسٹر اکاؤنٹ سروسز کے ساتھ اپ ڈیٹ کرنا چاہئے۔

15. ای ووٹنگ کا طریقہ کار:

(e) ای ووٹنگ کی سہولت کی تفصیلات کمپنی کے ان ممبران کے ساتھ ای میل کے ذریعے شیئر کی جائیں گی جن کے پاس 22 اکتوبر 2025 کو کاروبار کے اختتام تک کمپنی کے اراکین کے رجسٹر میں ان کے درست سی این آئی سی نمبرز، سیل نمبر اور ای میل ایڈریس دستیاب ہیں۔

(f) ویب ایڈریس، لاگ ان کی تفصیلات، ای میل کے ذریعے ممبروں کو بتائی جائیں گی۔ سی ڈی سی شیئر رجسٹر اور سروسز لمیٹڈ (ای ووٹنگ سروس فراہم کنندہ ہونے کے ناطے) کے ویب پورٹل سے ایس ایم ایس کے ذریعے ممبروں کو سیکورٹی کوڈز سے آگاہ کیا جائے گا۔

(g) ای ووٹنگ کے ذریعے ووٹ ڈالنے کے خواہشمند اراکین کی شناخت کی تصدیق الیکٹرک دستخط یا لاگ ان کے لیے تصدیق کے ذریعے کی جائے گی۔

(h) ای ووٹنگ لائنیں 24 اکتوبر 2025 کو صبح 09:00 بجے شروع ہوں گی اور 27 اکتوبر 2025 کو شام 05:00 بجے بند ہوں گی۔ ممبران اس مدت میں کسی بھی وقت اپنا ووٹ ڈال سکتے ہیں۔ ایک بار جب کسی رکن کی طرف سے کسی قرارداد پر ووٹ ڈال دیا جاتا ہے، تو اسے بعد میں اسے تبدیل کرنے کی اجازت نہیں دی جائے گی۔

16. پوسٹل بیلٹ کے ذریعے ووٹنگ کا طریقہ کار:

(a) ممبران متبادل طور پر پوسٹل بیلٹ کے ذریعے ووٹنگ کا انتخاب کر سکتے ہیں۔ اراکین کی سہولت کے لیے، بیلٹ پیپر اس نوٹس کے ساتھ منسلک ہے اور یہ کمپنی کی ویب سائٹ www.becosteel.com ڈاؤن لوڈ کے لیے بھی دستیاب ہے۔

(b) ممبران اس بات کو یقینی بنائیں گے کہ باضابطہ طور پر بھرے ہوئے اور دستخط شدہ بیلٹ پیپر کے ساتھ درست کمپیوٹر انڈرڈ قومی شناختی کارڈ (سی این آئی سی) / پاسپورٹ کی کاپی کمپنی کے رجسٹرڈ ایڈریس 79-یکوروڈ، بادامی باغ، لاہور پر ڈاک کے ذریعے یا سالانہ جنرل میٹنگ سے ایک روز قبل ceo@becosteel.com یعنی 27 اکتوبر کو ای میل کے ذریعے چیئرمین اجلاس تک پہنچے گا۔ 2025 شام 05:00 بجے تک۔ بیلٹ پیپر پر دستخط سی این آئی سی پر دستخط سے مماثل ہونا چاہئے۔

17. شیئر ہولڈرز کی بھی حوصلہ افزائی کی جاتی ہے کہ وہ میٹنگ میں زیر بحث ہونے والے secretary@becosteel.com پر اے جی ایم کے ایجنڈے آئٹمز سے متعلق اپنے تبصرے اور تجاویز بھیجیں۔

کمپنیز ایکٹ 2017 کے سیکشن 134(3) کے تحت بیان میں کمپنی کے سالانہ جنرل اجلاس میں لین دین کیے جانے والے خصوصی کاروبار سے متعلق مادی حقائق کا تعین کیا گیا ہے۔

نوٹس کا ایجنڈا آئٹم نمبر 4 اور 5- فیس ویلیو کی سب ڈویژن اور مجاز شیئر کیپٹل میں اضافہ

چونکہ کمپنی کے عام حصص کی مارکیٹ قیمت میں خاطر خواہ اضافہ ہوا ہے اور کمپنی کی انتظامیہ کمپنیز ایکٹ کے سیکشن 85(1)(سی) کے لحاظ سے جاری کردہ اور ادا شدہ حصص کی تعداد میں اضافہ کر کے موجودہ حصص یافتگان کی ایکویٹی کی بنیادی قیمت کو کم کیے بغیر وسیع تر سرمایہ کاروں کی بنیاد کے لئے کمپنی کے حصص تک رسائی کو وسیع کرنا چاہتی ہے۔ لہذا بورڈ آف ڈائریکٹرز نے حصص کی فیس ویلیو کو 10 روپے سے کم کر کے کمپنی کے سرمائے کی سب تقسیم کی تجویز پیش کی ہے۔ اس کے نتیجے میں، حصص یافتگان کو 10 روپے کے عام حصص کے مقابلے میں 10 روپے کی فیس ویلیو کے دس (10) عام حصص ملیں گے جو بعد میں اعلان کی جانے والی موثر تاریخ پر ان کے نام پر رکھے گئے ہیں۔

سب ڈویژن کے نتیجے میں بنائے جانے والے نئے حصص میں موجودہ حصص کے مقابلے میں حصص سے منسلک حقوق اور مراعات میں کوئی تبدیلی نہیں ہوگی۔ ایک روپے کی کم قیمت کے ساتھ نئے حصص یافتگان کو یا تو فزیکل شکل میں جاری کیے جائیں گے یا سینٹرل ڈپازٹری کمپنی آف پاکستان لمیٹڈ (سی ڈی سی) کے پاس رکھے گئے ان کے سرمایہ کار اکاؤنٹس میں کریڈٹ کر کے جاری کیے جائیں گے۔

بورڈ آف ڈائریکٹرز نے مجوزہ قرارداد کو کمپنیز ایکٹ 2017 کے سیکشن 85 اور کمپنی کے میمورنڈم آف ایسوسی ایشن کی شق V میں ترمیم کے تحت خصوصی قرارداد کے طور پر منظور کرنے کی سفارش کی ہے۔ بورڈ اس بات کی بھی تصدیق کرتا ہے کہ مجوزہ تبدیلیاں قابل اطلاق قوانین اور ریگولیٹری فریم ورک کی تعمیل کرتی ہیں۔

اس وقت کمپنی کا مجاز حصص کا سرمایہ 1,500,000,000 روپے (صرف ایک ارب پانچ سو ملین روپے) ہے جسے 10-10 روپے کے 150,000,000 حصص میں تقسیم کیا گیا ہے۔ کمپنی کا موجودہ سبسکرائب شدہ اور ادا شدہ سرمایہ، جس میں فی الحال 10/- روپے کے 124,962,510 عام حصص شامل ہیں، ہر ایک عام حصص کے لیے 10 عام حصص کے تناسب سے 1,249,625,100 عام حصص میں تقسیم کیا جائے گا۔

مزید برآں، بورڈ آف ڈائریکٹرز نے سفارش کی ہے کہ کمپنی کے میمورنڈم آف ایسوسی ایشن کو میمورنڈم آف ایسوسی ایشن کی موجودہ شق VI کے ساتھ تبدیل کیا جائے تاکہ کمپنی کے ادا شدہ سرمائے میں مستقبل میں کسی بھی اضافے کو پورا کیا جاسکے جیسا کہ اور جب بھی ضروری ہو۔

ڈائریکٹرز، اسپانسرز، اکثریتی حصص یافتگان اور ان کے رشتہ دار مندرجہ بالا کاروبار میں براہ راست یا بالواسطہ طور پر دلچسپی نہیں رکھتے ہیں، سوائے اس کے کہ کمپنی میں ان کے پاس موجود حصص کی حد تک۔

میمورنڈم اور آرٹیکلز آف ایسوسی ایشن کی اصل اور ترمیم شدہ کاپیاں کمپنی کے رجسٹرڈ دفتر میں رکھی گئی ہیں جن کا معائنہ کسی بھی کام کے دن اے جی ایم کی تاریخ تک معمول کے کاروباری اوقات کے دوران کیا جاسکتا ہے۔

حصص کی ذیلی تقسیم اور اس کے نتیجے میں حصص کی تعداد میں اضافے کے مقصد کے لیے، میمورنڈم آف ایسوسی ایشن کی موجودہ شق VI میں بھی ترمیم کی ضرورت ہے۔

ممبرانڈم آف ایسوسی ایشن کی متعلقہ کیپٹل شق میں موجودہ اور مجوزہ تبدیلی کا موازنہ ذیل میں فراہم کیا گیا ہے:-

موجودہ شق VI	مجوزہ شق VI
<p>VI. کمپنی کا سرمایہ 1,500,000,000 روپے (ایک ارب پانچ سو ملین روپے) ہے جو 150,000,000 (صرف ایک سو پچاس ملین) 10/- روپے (دس روپے) کے عام حصے میں تقسیم ہوتا ہے جس میں فی الحال کمپنی کے قواعد و ضوابط کے مطابق حقوق، مراعات اور شرائط منسلک ہوتی ہیں، جس میں سرمائے کو بڑھانے یا کم کرنے اور سرمائے میں حصص کو تقسیم کرنے کا اختیار ہے۔</p>	<p>VI. کمپنی کا سرمائے 3,000,000,000 روپے (صرف تین ارب روپے) ہے جو 3,000,000,000 (صرف تین ارب) عام حصص میں تقسیم کیا گیا ہے جس میں سے ہر ایک کے حقوق، مراعات اور شرائط منسلک ہیں جیسا کہ قواعد و ضوابط کے مطابق فراہم کیا گیا ہے۔ فی الحال کمپنی کے پاس سرمائے کو بڑھانے یا کم کرنے اور سرمائے میں حصص کو فی الحال کئی کلا سوں میں تقسیم کرنے کا اختیار ہے۔</p>

ایجنڈا آئٹم نمبر 6-7 متعلقہ پارٹی لین دین کی توثیق اور منظوری

30 جون 2025 کو ختم ہونے والے مالی سال کے لیے کمپنی کی طرف سے متعلقہ فریقوں کے ساتھ کیے گئے تمام لین دین، 30 جون 2025 کو ختم ہونے والے سال کے سالانہ مالیاتی بیانات کے متعلقہ پارٹی نوٹ #42 میں تفصیل سے ہیں۔ کمپنی نے کاروبار کے معمول کے دوران منظور شدہ متعلقہ پارٹی ٹرانزیکشنز پالیسی کے مطابق بازو کی لمبائی کی قیمت کی بنیاد پر متعلقہ فریقوں کے ساتھ لین دین کیا، اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کی شق 15 کے مطابق آڈٹ کمیٹی کی طرف سے وقتاً فوقتاً اس کا جائزہ لیا گیا۔

بورڈ نے مالی سال 2024-25 کے لیے سہ ماہی / سالانہ مالیاتی بیانات میں متعلقہ فریقوں کے ساتھ لین دین کی منظوری دی۔ تاہم، مشترکہ ڈائریکٹر شپ کی وجہ سے کچھ ڈائریکٹرز کی دلچسپی / خدشات کی وجہ سے، بورڈ نے توثیق اور منظوری کے لیے مذکورہ بالا متعلقہ پارٹی لین دین کو اے جی ایم میں شیئر ہولڈرز کے سامنے پیش کرنے کا فیصلہ کیا۔

مزید برآں 30 جون 2026 کو ختم ہونے والے مالی سال کے دوران، کمپنی اپنی متعلقہ پارٹی ٹرانزیکشن پالیسی کے مطابق کاروبار کے عام کورس میں اور بازو کی لمبائی کی قیمت کی بنیاد پر تمام متعلقہ فریقوں کے ساتھ لین دین بھی کر سکتی ہے۔ متعلقہ فریقوں کے ساتھ تمام لین دین بورڈ کی آڈٹ کمیٹی کی طرف سے منظور ہونا ضروری ہے۔ اس طرح کے لین دین پر آڈٹ کمیٹی کی سفارشات کی بنیاد پر بورڈ آف ڈائریکٹرز کی منظوری کے لیے غور کیا جائے گا۔ شفاف کاروباری طریقوں کو فروغ دینے کے لیے، حصص یافتگان کو سفارش کی جاتی ہے کہ وہ کمپنی کے بورڈ آف ڈائریکٹرز کو 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے متعلقہ جماعتوں کے ساتھ لین دین کی منظوری دینے کا اختیار دیں، جس کے لین دین کو حصص یافتگان کی طرف سے منظور شدہ سمجھا جائے گا۔

ان لین دین کو باضابطہ توثیق / منظوری کے لئے اگلی سالانہ جنرل میٹنگ میں شیئر ہولڈرز کو پیش کیا جائے گا۔

ڈائریکٹرز صرف اس طرح کی متعلقہ جماعتوں کی اپنی مشترکہ ڈائریکٹر شپ کے فریم ورک کے اندر فیصلوں میں دلچسپی رکھتے ہیں۔

POSTAL BALLOT PAPER

Postal Ballot Paper for voting through post for the Special Business at the Annual General Meeting to be held on Tuesday, October 28, 2025 at 12:00 (noon) at Executive Board Room, Royal Palm Golf and Country Club, 52 Canal Road, Mughalpura, Lahore .

Contact Details of the Chairman at which the duly filled in ballot paper may be sent:

Address: Beco Steel Limited
79-Peco Road, Badami Bagh, Lahore, Pakistan
E-mail chairman@becosteel.com
address
Phone: +92-42-37612715

Website www.becosteel.com

Folio / CDS Account Number	
Name of Shareholder / Proxy Holder	
Registered Address	
Number of shares Held	
CNIC/Passport No. (in case of foreigner) copy to be attached	

Additional information and enclosures (in case of representative of body corporate, corporation, and Federal Government).

Name of Authorized Signatory	
CNIC/Passport No. (in case of foreigner) of Authorized Signatory (copy to be attached)	

Instructions For Poll

1. Please indicate your vote by ticking (✓) the relevant box.
2. In case if both the boxes are marked as (✓), your poll shall be treated as “Rejected”.

I/we hereby exercise my/our vote in respect of the following special resolution through ballot by conveying my/our assent or dissent to the resolution by placing tick (✓) mark in the appropriate box below;

Nature and Description of Resolution(s) As per agenda items	I/We assent to the Resolution(s) (FOR)	I/We dissent to the Resolution(s) (AGAINST)
<p>4. To consider and, if deemed fit, pass the following resolutions as a special resolution under Section 85 of the Companies Act, 2017, with or without modification, for the purpose of subdivision of the share capital of the Company, as recommended by the Directors: -</p> <p>Resolved that in accordance with Section 85 of the Companies Act, 2017 and Clause VI of the Memorandum of Association of the Company, the existing capital of the Company is hereby altered in a manner that each one (01) ordinary share of the Company, having face value of Rs.10/- each be subdivided into one (01) ordinary share of the face value of Rs.1/- each, with no change in their rights, privileges and entitlements.</p> <p>5. To consider and, if thought fit, pass the following resolutions as Special Resolution with or without modification: -</p> <p>Resolved further that the Authorized Share Capital of the Company be and is hereby further increased from Rs. 1,500,000,000 to Rs. 3,000,000,000 and accordingly subdivided into 3,000,000,000 ordinary shares of Rs. 1/- each</p> <p>Resolved further that the Memorandum of Association of the Company be and is hereby altered by substituting the existing clause VI with the following new clause: -</p> <p>VI. The Capital of the Company is Rs. 3,000,000,000 (Rupees three billion only) divided into 3,000,000,000 (Three billion only) ordinary shares of Rs.1/- (Rupees one) each with rights, privileges and conditions attaching thereto as are provided by the regulations of the</p>		

<p>company for the time being, with power to increase or reduce the capital and to divide the shares in the capital for the time being in several classes.</p> <p>Resolved further that any Director or Company Secretary of the Company be and are hereby singly authorized to do all acts, deeds, things and to take any or all necessary actions to complete all legal formalities and file all necessary documents in this regards as they think fit on behalf of the Company”.</p> <p>6. To ratify and approve transactions conducted with the Related Parties for the year ended June 30, 2025 by passing the following special resolution with or without modification: -</p> <p>“Resolved that, the transactions conducted with the Related Parties as disclosed in the note # 42 to the financial statements of the Company for the year ended June 30, 2025 be and are hereby ratified, approved and confirmed.”</p> <p>7. To authorize the Board of Directors of the Company to approve transactions with the related parties for the financial year ending on June 30, 2026 by passing the following special resolution with or without modification: -</p> <p>“Resolved that the Board of Directors of the Company be and is hereby authorized to approve the transactions to be conducted with the Related Parties on case to case basis for the financial year ending on June 30, 2026.</p> <p>Resolved further that these transactions by the Board shall be deemed to have been approved by the shareholders and shall be placed before the shareholders in the next Annual General Meeting for their formal ratification/approval.”</p>		
---	--	--

Notes:

1. Dully filled ballot paper should be sent to the Chairman at 79-Peco Road, Badami Bagh, Lahore or email at chairman@becosteel.com
2. Copy of CNIC/ Passport (in case of foreigner) should be enclosed with the postal ballot form.
3. Ballot paper should reach the Chairman one day before AGM i.e. on October 27, 2025. Any postal ballot received after this date, will not be considered for voting.
4. Signature on ballot paper should match with signature on CNIC/ Passport (In case of foreigner).
5. Incomplete, unsigned, incorrect, defaced, torn, mutilated, over written poll paper will be rejected.
6. In case of a representative of a body corporate, corporation or Federal Government, the Ballot Paper Form must be accompanied by a copy of the CNIC of an authorized person, an attested copy of Board Resolution / Power of Attorney / Authorization Letter etc., in accordance with Section(s) 138 or 139 of the Companies Act, 2017 as applicable.
7. Ballot Paper form has also been placed on the website of the Company at: www.becosteel.com Members may download the ballot paper from the website or use an original/photocopy published in newspapers.

Shareholder / Proxy Holder Signature/Authorized Signatory

(In case of corporate entity, please affix company stamp)

Place _____

Date _____

پوسٹل بیلٹ پیپر

28 اکتوبر 2025 بروز منگل دوپہر 12:00 بجے ایگزیکٹو بورڈ روم، رائل پام گالف اینڈ کنٹری کلب، 52 کینال روڈ، مغل پورہ، لاہور میں منعقد ہونے والے سالانہ جنرل اجلاس میں خصوصی کاروبار کے لیے پوسٹل بیلٹ پیپر کے ذریعے پوسٹل بیلٹ پیپر۔

چیز مین کے رابطے کی تفصیلات جس پر باضابطہ طور پر بھرا ہوا بیلٹ پیپر بھیجا جاسکتا ہے:
بیکو اسٹیل لمیٹڈ

79- پیکوروڈ، بادامی باغ، لاہور، پاکستان

chairman@becosteel.com

پتہ:

ای میل

ایڈریس

فون:

+92-42-37612715

ویب سائٹ

www.becosteel.com

فولیو / سی ڈی ایس اکاؤنٹ نمبر	
شیئر ہولڈر / پراکسی ہولڈر کا نام	
رجسٹرڈ پتہ	
حصص کی تعداد	
شناختی کارڈ / پاسپورٹ نمبر (غیر ملکی کی صورت میں) کا پی منسلک کی جائے گی	

اضافی معلومات اور انکوائریز (ہاڈی کارپوریٹ، کارپوریشن، اور وفاقی حکومت کے نمائندے کی صورت میں)۔

مجاز دستخط کنندہ کا نام	
شناختی کارڈ / پاسپورٹ نمبر (غیر ملکی کی صورت میں) مجاز دستخط کنندہ (کا پی منسلک کی جائے گی)	

پولنگ کے لئے ہدایات

3. براہ کرم متعلقہ خانے (✓) پر نشان لگا کر اپنے ووٹ کی نشاندہی کریں۔

4. اگر دونوں خانوں کو (✓) کے طور پر نشان زد کیا گیا ہے تو، آپ کے رائے شماری کو "مسترد شدہ" سمجھا جائے گا۔

میں / ہم ذیل میں مناسب خانے میں ٹک (✓) کا نشان لگا کر قرارداد پر اپنی رضامندی یا اختلاف کا اظہار کرتے ہوئے بیلٹ کے ذریعے مندرجہ ذیل خصوصی قرارداد کے سلسلے میں اپنے ووٹ کا استعمال کرتے ہیں۔

<p>قراردادوں کی نوعیت اور تفصیل ایجنڈے کے آئٹمز کے مطابق</p>	<p>میں / ہم قرارداد (زبانیں) (کے لئے) سے اتفاق کرتے ہیں</p>	<p>میں / ہم قرارداد (زبانیں) سے اختلاف کرتے ہیں (خلاف)</p>
<p>4. کمپنیز ایکٹ، 2017 کے سیکشن 85 کے تحت خصوصی قرارداد کے طور پر درج ذیل قراردادوں کو منظور کرنا، ترمیم کے ساتھ، یا اس کے بغیر، کمپنی کے شیئر کیپٹل کی ذیلی تقسیم کے مقصد کے لیے، جیسا کہ ڈائریکٹرز کی طرف سے سفارش کی گئی ہے:</p> <p>یہ طے پایا کہ کمپنیز ایکٹ 2017 کے سیکشن 85 اور کمپنی کے میمورنڈم آف ایسوسی ایشن کی شق VI کے مطابق کمپنی کے موجودہ سرمائے کو اس طرح سے تبدیل کیا گیا ہے کہ کمپنی کے ہر ایک (01) عام حصص کو جس کی فیس ویلیو 10 روپے ہے ہر ایک کو 1 روپے کی فیس ویلیو کے ایک (01) عام حصص میں تقسیم کیا جائے گا۔ ان کے حقوق، مراعات اور استحقاق میں کوئی تبدیلی نہ ہو۔</p> <p>5۔ غور کرنا اور اگر مناسب سمجھا جائے تو درج ذیل قراردادوں کو خصوصی قرارداد کے طور پر ترمیم کے ساتھ یا اس کے بغیر منظور کرنا:</p> <p>مزید یہ طے کیا گیا ہے کہ کمپنی کا مجاز شیئر کیپٹل 1,500,000,000 روپے سے بڑھا کر 3,000,000,000 روپے کر دیا جائے گا اور اس کے مطابق اسے 1/- روپے کے 3,000,000,000 عام حصص میں تقسیم کیا جائے گا</p> <p>مزید یہ طے کیا گیا کہ کمپنی کے میمورنڈم آف ایسوسی ایشن کو موجودہ شق VI کو درج ذیل نئی شق کے ساتھ تبدیل کر کے تبدیل کیا جائے گا:</p> <p>VI. کمپنی کا سرمایہ 3,000,000,000 روپے (صرف تین ارب روپے) ہے جو 3,000,000,000 (صرف تین ارب) 1/- روپے (ایک روپے) کے عام حصص میں تقسیم ہوتا ہے جس میں سے ہر ایک کے حقوق، مراعات اور شرائط منسلک ہوتی ہیں جیسا کہ کمپنی کے قواعد و ضوابط کے مطابق فی الحال فراہم کیے جاتے ہیں، سرمائے میں اضافہ یا کمی کرنے اور سرمائے میں حصص کو فی الحال کئی کلا سوں میں تقسیم کرنے کا اختیار رکھتا ہے۔</p> <p>مزید یہ طے کیا گیا ہے کہ کمپنی کا کوئی بھی ڈائریکٹر یا کمپنی سیکرٹری تمام اعمال، اعمال، چیزیں کرنے اور تمام قانونی رسمی کارروائیاں مکمل کرنے کے لئے کوئی یا تمام ضروری اقدامات کرنے اور اس سلسلے میں تمام ضروری دستاویزات داخل کرنے کے لئے تہا مجاز ہے جیسا کہ وہ کمپنی کی جانب سے مناسب سمجھتے ہیں۔</p> <p>6. 30 جون 2025 کو ختم ہونے والے سال کے لیے متعلقہ فریقوں کے ساتھ کیے گئے لین دین کی توثیق اور منظوری کے لیے درج ذیل خصوصی قرارداد ترمیم کے ساتھ یا بغیر ترمیم کے منظور کرنا:-</p> <p>"حل کیا گیا ہے کہ، متعلقہ جماعتوں کے ساتھ کیے گئے لین دین جیسا کہ 30 جون 2025 کو ختم ہونے والے سال کے</p>		

<p>لیے کمپنی کے مالی بیانات کے نوٹ # 42 میں انکشاف کیا گیا ہے اور اس کے ذریعے توثیق، منظور اور تصدیق کی جاتی ہے۔"</p> <p>7. کمپنی کے بورڈ آف ڈائریکٹرز کو 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے متعلقہ جماعتوں کے ساتھ لین دین کی منظوری دینے کا اختیار دینا، جس میں ترمیم کے ساتھ یا اس کے بغیر درج ذیل خصوصی قرارداد منظور کی گئی ہے:</p> <p>-</p> <p>"یہ طے کیا گیا ہے کہ کمپنی کے بورڈ آف ڈائریکٹرز کو 30 جون 2026 کو ختم ہونے والے مالی سال کے لیے کیس ٹوکیس کی بنیاد پر متعلقہ فریقوں کے ساتھ کیے جانے والے لین دین کی منظوری دینے کا اختیار دیا گیا ہے۔</p> <p>مزید یہ طے کیا گیا ہے کہ بورڈ کی طرف سے ان لین دین کو شیئر ہولڈرز کی طرف سے منظور شدہ سمجھا جائے گا اور اسے شیئر ہولڈرز کے سامنے ان کی باضابطہ توثیق / منظوری کے لیے اگلی سالانہ جنرل میٹنگ میں رکھا جائے گا۔</p>		
--	--	--

نوٹ:

8. ڈلی بھرے ہوئے بیلٹ پیپر چیئر مین کو 79-یکورڈ، بادامی باغ، لاہور پر بھیجے جائیں یا chairman@becosteel.com پر ای میل کریں۔
9. سی این آئی سی / پاسپورٹ کی کاپی (غیر ملکی کی صورت میں) پوسٹل بیلٹ فارم کے ساتھ منسلک ہونی چاہئے۔
10. بیلٹ پیپر اے جی ایم سے ایک دن پہلے یعنی 27 اکتوبر 2025 کو چیئر مین تک پہنچنا چاہیے۔ اس تاریخ کے بعد موصول ہونے والے کسی بھی پوسٹل بیلٹ پر ووٹنگ کے لیے غور نہیں کیا جائے گا۔
11. بیلٹ پیپر پر دستخط سی این آئی سی / پاسپورٹ پر دستخط کے ساتھ مماثل ہونا چاہئے (غیر ملکی کی صورت میں)۔
12. نامکمل، غیر دستخط شدہ، غلط، مسخ شدہ، پھٹا ہوا، مسخ شدہ، تحریری رائے شماری کے کاغذات کو مسترد کر دیا جائے گا۔
13. کسی باڈی کارپوریٹ، کارپوریشن یا وفاقی حکومت کے نمائندے کی صورت میں، بیلٹ پیپر فارم کے ساتھ کسی مجاز شخص کے شناختی کارڈ کی کاپی، بورڈ ریزولوشن / پاور آف اٹارنی / اتھارائزیشن لیٹر وغیرہ کی ایک مصدقہ کاپی ہونی چاہیے، جیسا کہ قابل اطلاق کمپنیز ایکٹ 2017 کے سیکشن 138 یا 139 کے مطابق ہونا ضروری ہے۔
14. بیلٹ پیپر فارم کمپنی کی ویب سائٹ پر بھی رکھا گیا ہے: www.becosteel.com ممبران ویب سائٹ سے بیلٹ پیپر ڈاؤن لوڈ کر سکتے ہیں یا اخبارات میں شائع ہونے والی اصل / فوٹو کاپی استعمال کر سکتے ہیں۔

شیئر ہولڈر / پراکسی ہولڈر دستخط / مجاز دستخط کنندہ

(کارپوریٹ ادارے کی صورت میں، براہ کرم کمپنی کی مہر لگائیں۔)

جگہ

تاریخ

VISION AND MISSION STATEMENT, CORE VALUES AND GOALS

VISION

To accomplish, build up and sustain a good reputation of the project in steel sector locally and globally by marketing high quality of steel and allied products through team work by means of honesty, integrity and commitment and to explore and create growth opportunities to maximize return to all stakeholders.

MISSION

To provide maximum satisfaction to the customers by supplying quality of steel and allied products for well-known steel brands through effective utilization of work force, material and machines by encouraging, supporting and rewarding the employees with highest level of efficiency, productivity and profitability sharing with shareholders.

CORE VALUES

- Merit
- Integrity
- Team Work
- Safety
- Dedication

GOALS

Financial

- To reduce cost and time to improve financial results.
- To maximize profits by investing surplus funds in profitable avenues.
- To make investment decisions by ranking projects on the basis of best economic indicators.
- Growth and superior return to the stakeholders.

Learning and Growth

- Motivate and train our force, revitalize our equipment base and attain full autonomy in financial and decision-making matters.
- To enhance the technical and commercial skills through modern HR management practices.
- Continuously develop technical and managerial skills at all levels and stay abreast of latest technological developments in the industry.

Internal Processes

- To set up task forces with representation from all relevant departments to improve internal business decision making and strategic planning.
- To use most effective business practices and formulate a framework of synergic organization with change in culture.

DIRECTORS' REPORT TO SHAREHOLDERS

On behalf of the Board of Directors, we take this opportunity to present to you the annual audited financial results of the company for the year ended 30 June 2025.

Particular	2025 RS.	2024 RS.	Percentage Change
Sales	7,451,485,486	3,098,016,876	140%
Cost of Sales	(7,065,229,733)	(2,874,655,970)	145%
Gross Profit	386,255,753	223,360,906	73%
Administrative Expenses	(118,949,823)	(276,404,236)	-57%
Distribution and Selling Expenses	(15,936,296)	(2,797,355)	469%
Other Expenses	(27,664,225)	(7,197,271)	731%
Operating Profit/(Loss)	223,705,409	(63,037,956)	455%
Other Income	386,870	112,262,095	-99%
Profit from Operation	224,092,279	49,224,139	355%
Finance Cost	(5,787,411)	(6,926,965)	-16%
Profit before taxation	218,304,868	42,297,174	416%
Provision for taxation	(106,820,096)	(133,125,007)	-20%
Profit after tax	111,484,772	(90,827,833)	223%
EPS (in Rupees)	0.89	(0.73)	
Gearing Ratio (%)	NIL	NIL	-

Board of Directors and Meetings

During the year under review, 04 meetings of the Board of Directors were held from July 2024 to June 2025. Attendance by each Director was as follows:

Sr. No.	Name of Directors	Designations	Meetings Attended
1	Mr. Muhammad Hashim Tareen	Independent Director	4
2	Mr. Mahmood Aslam	Independent Director	1
3	Mrs. Shabana Shafique	Non-Executive Director	4
4	Miss Eman Shafique	Non-Executive Director	4
5	Miss Afifa Shafique	Executive Director	4
6	Mr. Ali Shafique Chaudhary	Chief Executive Officer	4
7	Mr. Zain-ul-Afaq	Chairperson	4

Board Audit Committee

The Board of Directors has constituted an Audit Committee comprising of three members. The committee held three meetings during the year. Attendance by each member was as follows:

Sr. No.	Name of Directors	Designations	Meetings Attended
1	Mr. Muhammad Hashim Tareen	Chairman/Member	4
2	Mrs. Shabana Shafique	Member	4
3	Miss Eman Shafique	Member	4

In compliance with the Code of Corporate Governance, the audit committee met with the external auditors without the Chief Financial Officer and the head of internal audit once during the year.

Human Resource & Remuneration Committee

The Board has reconstituted the Human Resource & Remuneration Committee comprising of four members. One meeting was held during the year under review. Attendance by each member was as follows:

Sr. No.	Name of Directors	Designations	Meetings Attended
1	Mr. Muhammad Hashim Tareen	Chairman/Member	1
2	Mrs. Shabana Shafique	Member	1
3	Miss Eman Shafique	Member	1
4	Mr. Ali Shafique Chaudhary	CEO/Member	1

External Auditors

The current external auditors, M/s. Malik Haroon and Co. Chartered Accountants, will retire and, being eligible, have offered themselves for reappointment. The Audit Committee and the Board of Directors recommend the reappointment of M/s. Malik Haroon and Co. for the year ending June 30, 2026, or the appointment of any other external auditor deemed suitable by the shareholders.

Internal Audit & Control

The company maintains an independent internal audit function, which is reviewed quarterly by the Board Audit Committee. The internal audit function reports to the Audit Committee, the Chief Executive Officer, and the relevant divisional management. The internal audit assesses financial, operational, and compliance controls and makes necessary recommendations.

Corporate Governance

The Board prioritizes good corporate governance practices. It is committed to promoting transparency, ethical business practices, and compliance with all

applicable laws and regulations. The company actively encourages shareholder participation in meetings, respects the rights of all stakeholders, and adheres to sound corporate governance principles. The company also complies with the Code of Corporate Governance (CCG) as set forth by the Securities and Exchange Commission of Pakistan (SECP).

Corporate and Financial Reporting Framework

The Board confirms that:

- The financial statements fairly present the state of affairs, results of operations, cash flows, and changes in equity.
- Proper books of accounts are maintained.
- International Financial Reporting Standards (IFRS) have been followed, with any deviations adequately disclosed.
- The internal control system is designed and implemented effectively.
- There are no significant doubts regarding the company's ability to continue as a going concern.

Corporate Social Responsibility

Beco Steel Limited is committed to fulfilling its corporate social responsibilities towards the local community in areas such as health, education, and environmental protection. The company continues to comply with applicable health and safety regulations while supporting local communities and contributing positively to society.

Acknowledgement

We extend our gratitude to our customers, suppliers, and bankers for their continued support and cooperation. We also express our appreciation to our dedicated team of executives, staff, and workers for their hard work during the year. We look forward to their continued efforts in achieving even better results in the coming year.

Lastly, we thank the Board for its unwavering support and guidance in executing the company's vision and objectives.

On Behalf of the Board



Muhammad Ali Shafique Ch
(Chief Executive Officer)

06 October 2025



Zain-ul-Afaq
(Chairman)

حصص یافتگان کوڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے، ہم اس موقع پر آپ کو 30 جون 2025 کو ختم ہونے والے سال کے لیے کمپنی کے سالانہ آڈٹ شدہ مالیاتی نتائج پیش کرتے ہیں۔

فیصد تبدیلی	2024 آر ایس۔	2025 آر ایس۔	مخصوص
140%	3,098,016,876	7,451,485,486	فروخت
145%	(2,874,655,970)	(7,065,229,733)	فروخت کی لاگت
73%	223,360,906	386,255,753	مجموعی منافع
57-	(276,404,236)	(118,949,823)	انتظامی اخراجات
469%	(2,797,355)	(15,936,296)	تقسیم اور فروخت کے اخراجات
731%	(7,197,271)	(27,664,225)	دیگر اخراجات
455%	(63,037,956)	223,705,409	آپریٹنگ منافع / (نقصان)
99-	112,262,095	386,870	دیگر آمدنی
355%	49,224,139	224,092,279	آپریشن سے منافع
16-	(6,926,965)	(5,787,411)	فنانس لاگت
416%	42,297,174	218,304,868	ٹیکس سے پہلے منافع
20-	(133,125,007)	(106,820,096)	ٹیکس کی فراہمی
223%	(90,827,833)	111,484,772	ٹیکس کے بعد منافع
	(0.73)	0.89	ای پی ایس (روپے میں)
-	صفر	صفر	گیئرنگ تناسب (%)

بورڈ آف ڈائریکٹرز اور مینٹنرز

زیر جائزہ سال کے دوران، جولائی 2024 سے جون 2025 تک بورڈ آف ڈائریکٹرز کی 04 مینٹنٹس منعقد کی گئیں۔ ہر ڈائریکٹر کی حاضری درج ذیل تھی:

میںٹنگوں میں شرکت	عہدہ	ڈائریکٹرز کے نام	سینئر سہن
4	آزاد ڈائریکٹر	مر. محمد ہاشم تارین	1
1	آزاد ڈائریکٹر	جناب محمود اسلم	2
4	نان ایگزیکٹو ڈائریکٹر	محترمہ شبانہ شفیق	3
4	نان ایگزیکٹو ڈائریکٹر	مس ایمان شفیق	4
4	ایگزیکٹو ڈائریکٹر	مس عقیفہ شفیق	5
4	چیف ایگزیکٹو آفیسر	جناب علی شفیق چوہدری	6
4	چیئر پرسن	جناب زین الآفاق	7

بورڈ آڈٹ کمیٹی

بورڈ آف ڈائریکٹرز نے تین اراکین پر مشتمل ایک آڈٹ کمیٹی تشکیل دی ہے۔ کمیٹی نے سال کے دوران تین اجلاس منعقد کیے۔ ہر ممبر کی حاضری درج ذیل تھی:

میںٹنگوں میں شرکت	عہدہ	ڈائریکٹرز کے نام	سینئر سہن
3	چیئر مین / ممبر	مر. محمد ہاشم تارین	1
3	رکن	محترمہ شبانہ شفیق	2
3	رکن	مس ایمان شفیق	3

کوڈ آف کارپوریٹ گورننس کی تعمیل میں، آڈٹ کمیٹی نے سال کے دوران ایک بار چیف فنانشل آفیسر اور اندرونی آڈٹ کے سربراہ کے بغیر بیرونی آڈیٹرز سے ملاقات کی۔

انسانی وسائل اور معاوضہ کمیٹی

بورڈ نے چار ارکان پر مشتمل انسانی وسائل اور معاوضہ کمیٹی کی تشکیل نو کی ہے۔ جائزہ سال کے دوران ایک میٹنگ منعقد ہوئی۔ ہر ممبر کی حاضری درج ذیل تھی:

مینگوں میں شرکت	عہدہ	ڈائریکٹر کے نام	سینئر سے نہیں
1	چیئر مین / ممبر	مر. محمد ہاشم تارین	1
1	رکن	محترمہ شبانہ شفیق	2
1	رکن	مس ایمان شفیق	3
1	سی ای او / ممبر	جناب علی شفیق چوہدری	4

بیرونی آڈیٹرز

موجودہ بیرونی آڈیٹرز میسرز ملک ہارون اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس ریٹائر ہو جائیں گے اور اہل ہونے کی وجہ سے دوبارہ تقرری کے لیے خود کو پیش کیا ہے۔ آڈٹ کمیٹی اور بورڈ آف ڈائریکٹرز نے 30 جون 2026 کو ختم ہونے والے سال کے لیے میسرز ملک ہارون اینڈ کمپنی کی دوبارہ تقرری یا شیئر ہولڈرز کی طرف سے مناسب سمجھے جانے والے کسی دوسرے بیرونی آڈیٹر کی تقرری کی سفارش کی ہے۔

اندرونی آڈٹ اور کنٹرول

کمپنی ایک آزاد داخلی آڈٹ فنکشن کو برقرار رکھتی ہے، جس کا بورڈ آڈٹ کمیٹی سہ ماہی جائزہ لیتا ہے۔ داخلی آڈٹ فنکشن آڈٹ کمیٹی، چیف ایگزیکٹو آفیسر، اور متعلقہ ڈویژنل مینجمنٹ کو رپورٹ کرتا ہے۔ داخلی آڈٹ مالی، آپریشنل اور تعمیل کے کنٹرول کا جائزہ لیتا ہے اور ضروری سفارشات کرتا ہے۔

کارپوریٹ گورننس

بورڈ کارپوریٹ گورننس کے اچھے طریقوں کو ترجیح دیتا ہے۔ یہ شفافیت، اخلاقی کاروباری طریقوں اور سب کی تعمیل کو فروغ دینے کے لیے پرعزم ہے

قابل اطلاق قوانین اور ضوابط۔ کمپنی فعال طور پر اجلاسوں میں حصص یافتگان کی شرکت کی حوصلہ افزائی کرتی ہے، تمام اسٹیک ہولڈرز کے حقوق کا احترام کرتی ہے، اور کارپوریٹ گورننس کے مضبوط اصولوں پر عمل پیرا ہے۔ کمپنی سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (ایس ای سی پی) کے مقرر کردہ کوڈ آف کارپوریٹ گورننس (سی سی جی) پر بھی عمل پیرا ہے۔

کارپوریٹ اور مالیاتی رپورٹنگ فریم ورک

بورڈ اس بات کی تصدیق کرتا ہے کہ:

- مالی بیانات معاملات کی صورت حال، آپریشنز کے نتائج، نقد بہاؤ، اور ایکویٹی میں تبدیلیوں کو منصفانہ طور پر پیش کرتے ہیں۔
- اکاؤنٹس کی مناسب کتابیں برقرار رکھی جاتی ہیں۔
- بین الاقوامی مالیاتی رپورٹنگ کے معیارات (آئی ایف آر ایس) پر عمل کیا گیا ہے، جس میں کسی بھی انحراف کو مناسب طریقے سے ظاہر کیا گیا ہے۔
- اندرونی کنٹرول نظام کو مؤثر طریقے سے ڈیزائن اور نافذ کیا گیا ہے۔
- کمپنی کی صلاحیت کے بارے میں کوئی اہم شکوک و شبہات نہیں ہیں جاری توثیق کے طور پر جاری رکھیں۔

کارپوریٹ سماجی ذمہ داری

بیکو اسٹیل لمیٹڈ صحت، تعلیم اور ماحولیاتی تحفظ جیسے شعبوں میں مقامی کمیونٹی کے تئیں اپنی کارپوریٹ سماجی ذمہ داریوں کو پورا کرنے کے لیے پرعزم ہے۔ کمپنی مقامی کمیونٹی کی حمایت کرتے ہوئے اور معاشرے میں مثبت کردار ادا کرتے ہوئے قابل اطلاق صحت اور حفاظت کے قواعد و ضوابط کی تعمیل جاری رکھے ہوئے ہے۔

عملے کی ریٹائرمنٹ کے فوائد

کمپنی ایک غیر فنڈڈ رگریجویٹ اسکیم چلاتی ہے جس میں ملازمین کو ایک سال سے زیادہ کی خدمت کا احاطہ کیا جاتا ہے۔

اعتراف

ہم اپنے گاہکوں، سپلائرز، اور ٹیکرز کو ان کی مسلسل حمایت اور تعاون کے لئے شکریہ ادا کرتے ہیں۔ ہم سال کے دوران ایگزیکٹوز، عملے اور کارکنوں کی اپنی سرشار ٹیم کی بھی تعریف کرتے ہیں۔ ہم آنے والے سال میں اور بھی بہتر نتائج حاصل کرنے کے لیے ان کی مسلسل کوششوں کے منتظر ہیں۔

آخر میں، ہم کمپنی کے وژن اور مقاصد کو عملی جامہ پہنانے میں غیر متزلزل حمایت اور رہنمائی کے لیے بورڈ کا شکریہ ادا کرتے ہیں۔

بورڈ کی جانب سے



زین الافاق
(چیئر مین)



محمد علی شفیق چوہدری
(چیف ایگزیکٹو آفیسر)

اکتوبر 2025 06

نیگز اور اجلاس بورڈ آفٹا

نیگز کے 06 اجلاس منعقد ہوئے: نیگز کی حاضر یکتفصیلاتر جنیلہی،
جا : ٲہسالکے دوران، جولائی 2023 سے جون 2025 نیور ڈاٹا ،

میرٹمبر	نیگز کے ڈا	عہدہ	مینگمنٹ
1	جناب محمد ہاشم نین	نیگز از اڈا	4
2	جناب محمود اسلم	از اڈا نیگز	1
3	مستبہ شفی	ہنیگز نیگز نیگز	4
4	میسمان شفی	ہنیگز نیگز نیگز	4
5	مستبہ شفی	ایگز نیگز نیگز	4
6	جناب عیشہ چوہدری	چب ایگز نیگز	4
8	جناب زین الفاق	چنر پرس	4

بورڈ آفٹکمبشی

نیگز نے نیار اکبر مشلا
بورڈ آفٹا : ٲہسالکے دوران، جولائی 2023 سے جون 2025 نیور ڈاٹا ،
نیگز کے 06 اجلاس منعقد ہوئے: نیگز کی حاضر یکتفصیلاتر جنیلہی،

میرٹمبر	نیگز کے ڈا	عہدہ	مینگمنٹ
1	جناب محمد ہاشم نین	چنر پرس امیر	3
2	مستبہ شفی	رکن	3
3	میسمان شفی	رکن	3

کارپور یگز ننگس کو ڈکٹیمیلین، آٹکمشینے سالکے دوران، اپریل 2023 سے ستمبر 2023 تک، جسمینچیفٹاسلایسار داخلڈاٹکے سر : ٲہ سالکے دوران، جولائی 2023 سے جون 2025 نیور ڈاٹا ،

ہیومنریسورس اینڈ ریمونریشن کمیٹی

پورے یومر بسور سائڈ پر یومر ٹیشن کمیٹی کو نوپ، رجسٹر اور اکیپٹر مشین ملٹس کی کاپ ہے۔ جا۔ ٹیس کے دورانا آجاسے منعقد ہوا۔ ہر کی کھاضری کی تفصیلات

درج ذیل ہے:

نمبر	نام	عہدہ	مینگہ میٹرکٹ
1	جناب محمد ہاشم نین	چنر پر بس امیر	1
2	مستبائے شفقی	رکن	1
3	میسرمان شفقی	رکن	1
4	جناب علیہ چیو بدری	چنلنگ ریگڈ آفیسر	1

بیرونیائٹرز

موجودہ بین الاقوامی ایسٹینڈیج بری، چارٹرڈ اکاؤنٹنٹس، نیوجیننگ اور ایلمونے کے، بڑے دوپ رینقر کے لیے اپنی حمایتیں کی۔ انکمٹی اور ریورڈ / ایسٹینڈیج بری کی دوپ رینقر کیسفا شرکے ہی

ٹائے سال 30 جن 2025 کو اختتام نہ ہوگا پ کیسفا بری و نیوٹن کی تقریریں بریولڈ کے نہ تموز نو۔

اندرونیائے تاور کنٹرول

کہنا تار اندرون کا کھم، ہمارے ہمسایوں پر پورائے کشید ہے۔ اندرون کا نظام کی جفا کر کے اور معطل
ہو گیا ہے اور ضروریات نہیں ہیں۔

کارپوریٹ گورننس

بورڈ اچیکار پور یگورنس کے اصولوں کو اولین ترجیح دیتے ہیں۔ ہشفاہیت، اخلافکار و پر باصول، اور تمام افا باطل افقار انا اور ضوا باطل کتبہ مایکے فرغ کے لیے بر عز مہے۔

کمپنیشنرز کو میٹنگز میں فعال شرکت کی وجہ سے، تمام اسٹیج ہولڈرز کے حقوق کا احترام کرتے ہیں، اور ٹھوس کارپوریشنس

اصول نوکیپر ویکری ہے۔ کمپنسیکور شیر اینڈ ایسینجمنٹ شاپ کسٹان (SECP) کے مقرر کردہ کارپور یگورنس کوڈ (CCG) کی پیروی کرتا ہے۔

کارپور یاور مالیاتی ریورٹنگ قیمری

بورڈ کی تصدیق کر لیں گے:

مالیاتی ہنگامہ کے حالات، آپریشنز کے نتائج، کیٹفلو، اور ایکویٹی میٹیبلیو نے کیمنصافہ عکاس کر رہے ہیں۔

CHAIRMANS' REPORT

Review Report by Chairman u/s 192 of The Companies Act, 2017

It is a privilege to once again present the Chairman's Review on behalf of the Board of Directors for the financial year ended June 30, 2025. This report highlights the Board's ongoing commitment to sound governance, strategic oversight, and sustainable value creation for all stakeholders of Beco Steel Limited.

During the year under review, your Company demonstrated strong operational and financial performance, achieving significant growth in both revenue and profitability. Sales increased from Rs. 3.10 billion in FY 2023–24 to Rs. 7.45 billion in FY 2024–25, reflecting the successful ramp-up of production activities and improved market penetration in the steel and allied products sector. The Company recorded a net profit of Rs. 111.48 million, a remarkable turnaround from the net loss of Rs. 90.83 million in the previous year. This performance underscores management's effective cost control, operational efficiency, and commitment to continuous improvement.

The Board of Directors continued to perform its role with diligence, ensuring compliance with the Companies Act, 2017, and the Listed Companies (Code of Corporate Governance) Regulations, 2019. The Board remains dedicated to upholding the highest standards of corporate governance, transparency, and ethical conduct. Our governance framework continues to guide the Company's strategic direction and ensures that all decisions align with the long-term interests of our shareholders and stakeholders.

The year also witnessed further strengthening of the Company's capital structure and liquidity position through sponsor support and prudent financial management. With the loan from sponsors and improved operating cash flows, the Company maintained financial stability while meeting its operational and investment requirements.

Looking ahead, the Board remains optimistic about the growth potential of Pakistan's steel industry, supported by rising infrastructure demand and industrial development. Beco Steel Limited is strategically positioned to leverage its operational strengths, experienced management team, and customer trust to achieve sustainable growth.

On behalf of the Board, I extend heartfelt appreciation to our shareholders for their continued confidence, to our customers for their loyalty, to our bankers and financial partners for their unwavering support, and to our dedicated employees for their hard work, professionalism, and commitment. Together, we remain focused on building a resilient and forward-looking organization that contributes meaningfully to Pakistan's industrial progress.

On behalf of the board



Muhammad Zain-ul-Afaq

(Director/Chairman)

Lahore: 06 October 2025

چیئر مین کی رپورٹ

کمپنیز ایکٹ 2017 کی دفعہ 192 کے تحت چیئر مین کی جائزہ رپورٹ

30 جون 2025 کو ختم ہونے والے مالی سال کے لیے بورڈ آف ڈائریکٹرز کی جانب سے ایک بار پھر چیئر مین کا جائزہ پیش کرنا اعزاز کی بات ہے۔ یہ رپورٹ بیکو اسٹیل لمیٹڈ کے تمام اسٹیک ہولڈرز کے لیے مضبوط گورننس، اسٹریٹجک نگرانی، اور پائیدار قدر کی تخلیق کے لیے بورڈ کے جاری عزم کو اجاگر کرتی ہے۔

زیر جائزہ سال کے دوران، آپ کی کمپنی نے مضبوط آپریشنل اور مالی کارکردگی کا مظاہرہ کیا، جس نے آمدنی اور منافع دونوں میں نمایاں اضافہ حاصل کیا۔ فروخت مالی سال 2023-24 میں 3.10 بلین روپے سے بڑھ کر مالی سال 2024-25 میں 7.45 بلین روپے ہو گئی، جو پیداواری سرگرمیوں میں کامیاب اضافے اور اسٹیل اور اس سے منسلک مصنوعات کے شعبے میں مارکیٹ میں بہتر رسائی کی عکاسی کرتی ہے۔ کمپنی نے 111.48 ملین روپے کا خالص منافع ریکارڈ کیا جو گزشتہ سال کے 90.83 ملین روپے کے خالص نقصان سے قابل ذکر تبدیلی ہے۔ یہ کارکردگی انتظامیہ کی لاگت پر موثر کنٹرول، آپریشنل کارکردگی، اور مسلسل بہتری کے عزم کی نشاندہی کرتی ہے۔

بورڈ آف ڈائریکٹرز نے کمپنیز ایکٹ 2017 اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کی تعمیل کو یقینی بناتے ہوئے تنہا ہی کے ساتھ اپنا کردار ادا کرنا جاری رکھا۔ بورڈ کارپوریٹ گورننس، شفافیت اور اخلاقی طرز عمل کے اعلیٰ ترین معیارات کو برقرار رکھنے کے لیے وقف ہے۔ ہمارا گورننس فریم ورک کمپنی کی اسٹریٹجک سمت کی رہنمائی جاری رکھے ہوئے ہے اور اس بات کو یقینی بناتا ہے کہ تمام فیصلے ہمارے حصص یافتگان اور اسٹیک ہولڈرز کے طویل مدتی مفادات کے مطابق ہوں۔

اس سال اسپانسر سپورٹ اور دانشمندانہ مالیاتی انتظام کے ذریعے کمپنی کے سرمائے کے ڈھانچے اور لیکویڈیٹی پوزیشن کو مزید مضبوط کرنے کا بھی مشاہدہ کیا گیا۔ اسپانسرز سے قرض اور بہتر آپریٹنگ کیش فلو کے ساتھ، کمپنی نے اپنی آپریشنل اور سرمایہ کاری کی ضروریات کو پورا کرتے ہوئے مالی استحکام کو برقرار رکھا۔

مستقبل کی طرف دیکھتے ہوئے، بورڈ پاکستان کی اسٹیل انڈسٹری کی ترقی کے امکانات کے بارے میں پر امید ہے، جس کی حمایت بنیادی ڈھانچے کی بڑھتی ہوئی طلب اور صنعتی ترقی سے ہوتی ہے۔ بیکو اسٹیل لمیٹڈ پائیدار ترقی کے حصول کے لیے اپنی آپریشنل طاقتوں، تجربہ کار انتظامی ٹیم، اور صارفین کے اعتماد سے فائدہ اٹھانے کے لیے حکمت عملی کے لحاظ سے پوزیشن میں ہے۔

بورڈ کی جانب سے، میں اپنے حصص یافتگان کو ان کے مسلسل اعتماد، اپنے صارفین کو ان کی وفاداری پر، ہمارے بینکرز اور مالیاتی شرکاء کو ان کی غیر متزلزل حمایت کے لیے، اور ہمارے سرشار ملازمین کو ان کی محنت، پیشہ ورانہ مہارت اور عزم کے لیے دل کی گہرائیوں سے تعریف کرتا ہوں۔ ہم مل کر ایک پگھلاؤ اور مستقبل کے حوالے سے ادارے کی تعمیر پر توجہ مرکوز رکھے ہوئے ہیں جو پاکستان کی صنعتی ترقی میں معنی خیز کردار ادا کرے۔

بورڈ کی جانب سے

faim
Afaq-

محمد زین الآفاق (ڈائریکٹر / چیئر مین)

لاہور: 06 اکتوبر 2025

SIX YEARS AT GLANCE

Rs. In "000"

	2025	2024	2023	2022	2021	2020
Sales	7,451,485	3,098,017	3,752,110	6,310,320	230,770	-
Cost of Sales	(7,065,230)	(2,874,656)	(3,772,137)	(6,014,357)	(226,742)	-
Gross Profit/(Loss)	386,255	223,361	(20,027)	295,963	4,028	-
Administrative General Expenses	(118,950)	(276,404)	(51,623)	(43,874)	(15,274)	(7,659)
Distribution and Selling Expenses	(15,936)	(2,797)	(1,298)	(15,775)	(1,844)	
Other Expenses	(27,664)	(7,197)	(9,348)	(16,302)	(2,644)	(2,393)
Finance Cost	(5,787)	(6,927)	(3,267)	(145)	(296)	(1,035)
Other Income	387	112,262	173	94	22,311	41,710
Profit/(Loss) before Levies and income tax	218,305	42,298	(85,390)	219,961	6,281	30,623
Levies & Taxation	(106,820)	(38,726)	(118,734)	(29,438)	(3,957)	(426)
Profit for the year	111,485	3,572	(204,124)	190,523	2,324	30,197

Statement of Financial Position

Share Capital	1,249,625	1,249,625	1,249,625	3,248,875	250,000	250,000
Loan from Directors	282,184	254,672	254,672	217,072	40,742	66,586
Reserves	1,999,250	1,999,250	1,999,250	9,000	9,000	9,000
Accumulated Loss	(305,300)	(416,785)	(325,957)	(113,808)	(304,329)	(306,653)
Surplus on revaluation of Assets	-	-	-	-	-	-
Shareholder's Equity	3,225,759	3,086,762	3,177,590	(3,361,139)	(4,587)	189,33
Non-Current Liabilities	134,222	123,905	23,132	-	-	3,742
Current Liability and Provision	4,305,751	3,968,423	2,653,351	1,187,123	9,193	132,096
Total Equity and Liabilities	7,665,732	7,179,090	5,854,073	4,548,262	4,606	154,771
Fixed Assets- Tangible	3,641,235	3,770,828	3,833,278	3,014,759	-	-
Long Term Security Deposits	2,987	2,986	450	4,50	-	1,115
Deferred Tax Asset	-	-	-	49,119	-	-

Current Asset	4,021,511	3,405,276	2,020,345	1,583,934	4,606	153,656
Non- Current assets for Sale	-	-	-	-	-	-
Total Assets	7,665,733	7,179,090	5,854,073	4,548,262	4,606	154,771

STATEMENT OF ETHICS AND BUSINESS PRACTICES

The entire organization of Beco Steel Limited will be guided by the following principles in all activities to achieve the company's objectives:

Directors:

- Commit themselves to all the necessary and appropriate resources;
- Create a conducive environment through healthy and responsive policies;
- Maintain organizational effectiveness for the achievement of the company goals;
- Encourage and support compliance of legal and industry requirements;
- Protect the interest and assets of the company;

Executives and Managers:

- Ensure the profitability of operations;
- Provide the direction and leadership for the organization;
- Ensure total customer satisfaction through excellent product and service;
- Promote a culture of excellence, conversation, and continual improvement;
- Cultivate work ethics and harmony among colleagues and associates;
- Encourage initiative and self-realization in employees through meaningful empowerment;
- Ensure an equitable way of working and reward system;
- Institute commitment of environmental, health and safety performance

Employees and Staff Will:

- Devote their time and efforts to productive activities;
- Observe company policies and regulations;
- Promote and protect the interest of the company;
- Exercise prudence in using company resources;
- Observe cost effective practice in daily activities;
- Strive for excellence and quality;
- Avoid making personal gain (other than authorized salary and benefits) at the Company's expenses, participating in or assisting activities which compete with work of any customer or supplier of Beco Steel Limited and to hold any interest in a customer, supplier, agent or competitor.

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES
Code of Corporate Governance Regulations, 2019 as on, 30 June 2025

The Company has complied with the requirements of the Regulations in the following manner:

1. The total number of Directors are Seven (7) as per the following:

a.	Male	Four
b.	Female	Three

2. The composition of Board of Directors is as follows:

Category	Numbers	Names
Independent Directors	2	Mr. Muhammad Hashim Tareen Mr. Mahmood Aslam
Non-Executive Directors	3	Mr. Muhammad Zain-ul-Afaq Miss Shabana Shafique Miss Eman Shafique
Executive Directors	2	Mr. Muhammad Ali Shafique Ch Miss Afifa Shafique
Female Directors	3	Miss Shabana Shafique Miss Eman Shafique Miss Afifa Shafique

Fraction (0.33) related to the requirement for number of independent and executive directors each is less than 0.5 and therefore, has not rounded up as one.

3. The directors have confirmed that none of them is serving as a director of more than seven listed companies, including Beco Steel Limited.
4. The Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall Corporate Strategy and significant policies of the Company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the Company.
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by Board/shareholders as empowered by the relevant provisions of the Act and the regulations.
7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the Board.
8. The Board has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and the Regulations.
9. The Board of Directors of the Company consist of seven (7) eminent directors and two (2) directors are exempted. During the year under review no Director's Training Program was arranged by the company. Refer to part-iv in the table under point-19.
10. The board has approved the appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment, and complied with relevant requirements of the Regulations.
11. Chief Executive Officer and Chief Financial Officer duly endorsed the Financial Statements before approval of the Board.
12. The Board has formed committees comprising of members given below:

a. Audit Committee:

Names	Designation
Mr. Muhammad Hashim Tareen	Chairman

Miss Shabana Shafique	Member
Miss Eman Shafique	Member
Mr. Abdul Shakoor	Secretary

b. HR and Remuneration Committee:

Name	Designation
Mr. Muhammad Hashim Tareen	Chairman
Miss Shabana Shafique	Member
Miss Eman Shafique	Member
Mr. Muhammad Ali Shafique Ch	Member
Mr. Abdul Shakoor	Secretary

13. The terms of reference of the aforesaid committees have been formed, documented, and advised to the committee for compliance.

14. The frequency of meetings (quarterly/half yearly/yearly) of the committees were as per following:

Committees	Frequency of Meeting
Audit Committee	At least quarterly/required basis.
HR and Remuneration Committee	At least once a year/ required basis

15. The Board has set up an effective Internal Audit Function which is considered suitably qualified and experienced for the purpose and is conversant with the policies and procedures of the company.

16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company.

17. The Statutory Auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.

18. We confirm that all other requirements of the Regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the regulations have been complied with, except regulation 3, in which independent directors' name are not available in the data bank maintained by Pakistan Institute of Corporate Governance (PICG).

19. Explanation for non-compliance with requirements, other than regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

Sr #	Requirements	Explanation for Non-Compliance	Regulation No.
1	Constitution of Nomination Committee: The board may constitute a separate committee, designated as the Nomination Committee, of such number and class of directors, as it may deem appropriate in its circumstances.	The responsibilities as prescribed for the Nomination Committee are being taken care of at the Board level as and when needed. Therefore, a separate committee is not currently considered to be necessary	29 (1)
2	Constitution of Risk Management Committee: The board may constitute the risk Management Committee of such number and class of directors, as it may deem appropriate in its circumstances, to carry out a review of effectiveness of risk management procedures and present a report to the board.	The functions of the Risk Management Committee are currently performed by the Audit Committee and are included in its TORs. Hence a separate Risk Management Committee is currently not needed	30 (1)
3	Representation of Minority Shareholders: The minority members as a class shall be facilitated by the board to contest election of director by proxy solicitation.	No one has intended to contest election as director representing minority shareholders	5
4	Director's Training: Companies are also encouraged to arrange training for at least one head of department every year under the Director's Training Program (DTP) from July 2022.	The DTP for the heads of departments could not be arranged this year. However, the company is committed to ensuring that DTP will be arranged for them in future.	19 (3)(ii)

Mr. Muhammad Zain ul Afaq

Chairman



Lahore: 06 October 2025

Mr. Muhammad Ali Shafique Ch

Chief Executive Officer



GENDER PAY GAP

The SECP's directive requiring listed companies to disclose their gender pay gap is a significant step towards promoting gender equality in the workplace. This transparency will shed light on existing disparities and encourage companies to take proactive measures to address them. MCF gender pay gap data is presented below:

1	Mean Gender Pay Gap	34.59%
2	Median Gender Pay Gap	18.18%

**Independent Auditor's Review Report
To the Members of "Beco Steel Limited"**

**Review Report on the Statement of Compliance Contained in the Listed
Companies (Code of Corporate Governance) Regulations, 2019**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of Beco Steel Limited for the year ended **June 30, 2025** in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

We draw attention to para 2 and para 18 to the Statement of Compliance, which describe that the Company had not appointed the independent directors from PICG data bank and the reasons for non-compliance with certain non-mandatory requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019, respectively. Our conclusion is not modified in respect of this matter.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended **June 30, 2025**.



Malik Haroon Ahmad & Co.

Lahore

Dated: October 06, 2025

UDIN: CR202510206qXJQg7fF1

Malik Haroon Ahmad & Co.

Chartered Accountants

Independent Auditor's Report
To the Members of "Beco Steel Limited"
Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **Beco Steel Limited** (the Company), which comprise the statement of financial position as at **June 30, 2025** and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at **June 30, 2025** and of the profit and other comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Relating to Going Concern

We draw attention to Note 5 in the annexed financial statements, which indicates that the Company earned a net profit of Rs.111.48 million during the year ended June 30, 2025, and as of that date, the Company's current liabilities exceed its current assets by Rs. 28.42 million. As stated in note 5 to the financial statements, these events and conditions, indicate a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the Key audit matters:

Sr. No	Key audit matter	How the matter was addressed in our audit
1.	Stock-in trade	
	<p>As at June 30, 2025, the Company held stock in trade amounting to Rs. 2.03 billion which constitutes 26.5% of total assets of the Company. This comprise of raw materials and finished goods.</p> <p>As described in note 7.9 to the financial statements, stock in trade is measured at lower cost and net realizable value. Cost of work in process and finished goods is determined at average manufacturing cost including the proportion of production overheads. There is an element of judgement involved in determining an appropriate costing basis, assessing its valuation including assessment of provision of slow moving and obsolete stock in trade.</p> <p>We considered existence and valuation of stock-in-trade as key audit matter due to the significance of stock in trade to the Company's total assets and level of judgments and estimates involved.</p>	<p>Our audit procedures in relation to the matter, amongst others, included the following:</p> <ul style="list-style-type: none">• Assessed the design, implementation and operating effectiveness of the relevant key controls over valuation of stock in trade;• Assessing the appropriateness of the Company's accounting policy for valuation of stock in trade and compliance of the policy with International Accounting Standard (IAS-2) "Inventories• Observed physical inventory counts for raw material, billets and rebars performed by the Company and assessed the reasonableness of the management's process of measurement of raw materials, billets and rebars and involved an external expert to perform physical inspection of raw material and finished goods held at Company's premises.• Tested the valuation of specific items of raw materials and finished goods, at year end.• Assessed net realizable value (NRV) by comparing product cost with the selling prices achieved subsequent to the reporting period.

Sr. No	Key audit matter	How the matter was addressed in our audit
		<ul style="list-style-type: none"> Assessed the appropriateness of the disclosures made in financial statements in accordance with the requirements of the accounting and reporting standards as applicable in Pakistan.

Information Other than the Financial Statements and Auditor's Report thereon

Management is responsible for the other information. The Other Information comprises the information included in the Annual Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the Other Information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Other Information and, in doing so, consider whether the Other Information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this Other Information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no Zakat was deductible at source under the Zakat and Usher Ordinance, 1980 (XVIII 1980).

Other Matter Paragraph

The financial statements of the Company as at and for the year ended June 30, 2024, excluding the retrospective adjustments described in note 8 to the financial statements, were audited by another auditor who expressed an unmodified opinion on those financial statements on November 05, 2024.

As part of our audit of the financial statements as at and for the year ended June 30, 2025, we also audited the retrospective adjustments described in note 8 to the financial statements that were applied to restate the comparative information. We were not engaged to audit, review, or apply any procedures to the comparative information, other than with respect to the retrospective adjustments described in note 8 to the financial statements. Accordingly, we do not express an opinion or any other form of assurance on comparative information. However, in our opinion, the retrospective adjustments

described in note 8 to the financial statements are appropriate and have been properly applied.

The engagement partner on the audit resulting in this independent auditor's report is ***Malik Haroon Ahmad, FCA.***



Malik Haroon Ahmad & Co.

Lahore

Dated: October 06, 2025

UDIN: AR202510206JFqamHUCe

**Malik Haroon Ahmad & Co.
Chartered Accountants**

BECO STEEL LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025



	Note	2025	2024	2023
			(Restated)	(Restated)
		----- Rupees -----		
EQUITY AND LIABILITIES				
SHARE CAPITAL AND RESERVES				
AUTHORIZED SHARE CAPITAL				
150,000,000 (2024: 150,000,000) ordinary shares of Rs. 10 each		1,500,000,000	1,500,000,000	1,500,000,000
Issued, subscribed and paid up capital	9	1,249,625,100	1,249,625,100	1,249,625,100
Capital reserves				
Share premium	10	1,999,250,200	1,999,250,200	1,999,250,200
Revenue reserves				
Accumulated loss		(305,299,792)	(416,784,564)	(325,956,731)
Loan from sponsors/directors	11	282,184,420	254,672,420	254,672,420
Total Share Capital and Reserves		3,225,759,928	3,086,763,156	3,177,590,989
NON-CURRENT LIABILITIES				
Deferred taxation	12	129,341,927	117,531,631	23,131,835
Lease liabilities	17	4,879,705	6,373,058	-
Total Non Current Liabilities		134,221,632	123,904,689	23,131,835
CURRENT LIABILITIES				
Trade and other payables	13	4,290,980,559	3,960,771,737	2,648,439,498
Unclaimed dividend		4,911,563	4,911,563	4,911,563
Short term borrowings	15	6,900,000	-	-
Current portion of lease liabilities	17	2,959,157	2,739,960	-
Total Current Liabilities		4,305,751,279	3,968,423,260	2,653,351,061
CONTINGENCIES AND COMMITMENTS				
	14			
TOTAL LIABILITIES		4,439,972,911	4,092,327,949	2,676,482,896
TOTAL EQUITY AND LIBILITIES				
		7,665,732,839	7,179,091,105	5,854,073,885

The annexed notes from 1 to 48 form an integral part of these financial statements.


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR

BECO STEEL LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025



	Note	2025	2024	2023
			(Restated)	(Restated)
		----- Rupees -----		

ASSETS

NON-CURRENT ASSETS

Property, plant and equipment	16	3,635,267,220	3,762,870,968	3,833,278,224
Right-of-use-assets	17	5,967,574	7,956,766	-
Security deposit		2,537,000	2,537,000	-
Long term deposits		450,000	450,000	450,000
Total Non-Current Assets		3,644,221,794	3,773,814,734	3,833,728,224

CURRENT ASSETS

Stores, spares and loose tools	18	528,059	264,500	-
Stock in trade	19	2,033,470,745	2,137,557,970	1,115,998,773
Trade debts	20	1,377,337,179	938,018,505	691,297,266
Advances, deposits, prepayments and other receivables	21	300,852,857	168,810,695	139,874,550
Tax refunds due from Government	22	293,963,883	144,639,891	41,820,625
Cash and bank balances	23	15,358,322	15,984,810	31,354,447
Total Current Assets		4,021,511,045	3,405,276,371	2,020,345,661

TOTAL ASSETS		7,665,732,839	7,179,091,105	5,854,073,885
---------------------	--	----------------------	----------------------	----------------------

The annexed notes from 1 to 48 form an integral part of these financial statements.

**CHIEF EXECUTIVE
OFFICER**

**CHIEF FINANCIAL
OFFICER**

DIRECTOR

BECO STEEL LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
			(Restated)
		----- Rupees -----	
Revenue	24	7,451,485,486	3,098,016,876
Cost of sales	25	(7,065,229,733)	(2,874,655,970)
Gross Profit		386,255,753	223,360,906
Operating expenses			
- Selling and distribution costs	26	(15,936,296)	(2,797,355)
- Administrative expenses	27	(118,949,823)	(276,404,236)
		(134,886,119)	(279,201,591)
Operating (Loss)/Profit		251,369,634	(55,840,685)
Finance cost	28	(5,787,411)	(6,926,965)
Other income	29	386,870	112,262,095
Other operating expenses	30	(27,664,225)	(7,197,271)
Profit Before Income Tax and Levies		218,304,868	42,297,174
Levies	31	(38,540,265)	(38,725,211)
Profit Before Income Tax		179,764,603	3,571,963
Taxation	32	(68,279,831)	(94,399,796)
Net (Loss)/Profit for the year		111,484,772	(90,827,833)
Earning / (Loss) per share - basic and diluted		0.89	(0.73)
Other Comprehensive Income			
Other comprehensive income for the year		-	-
Total Comprehensive (Loss) / Profit for the Year		111,484,772	(90,827,833)

The annexed notes from 1 to 48 form an integral part of these financial statements.


**CHIEF EXECUTIVE
OFFICER**


**CHIEF FINANCIAL
OFFICER**


DIRECTOR

BECO STEEL LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2025



Particulars	Share Capital	Capital Reserves		Revenue Reserves	Loan from Sponsors	Total Share Capital and Reserves
		Share Premium	Total Capital Reserves	Accumulated Loss		
	----- Rupees -----					
Balance as at July 01, 2023	1,249,625,100	1,999,250,200	1,999,250,200	(325,956,731)	254,672,420	3,177,590,989
Total Comprehensive income for the year						
Net loss for the year before error	-	-	-	(92,543,894)	-	(92,543,894)
Effect of correction of error	-	-	-	1,716,061	-	1,716,061
Other comprehensive loss for the year	-	-		-	-	-
Net loss for the year (Restated)	-	-	-	(90,827,833)	-	(90,827,833)
Loan from sponsors	-	-	-	-	-	-
Balance as at June 30, 2024- As Restated	1,249,625,100	1,999,250,200	1,999,250,200	(416,784,564)	254,672,420	3,086,763,156
Balance as at July 01, 2024- As Restated	1,249,625,100	1,999,250,200	1,999,250,200	(416,784,564)	254,672,420	3,086,763,156
Total Comprehensive income for the year						
Net profit for the year	-	-	-	111,484,772	-	111,484,772
Other comprehensive loss for the year	-	-	-	-	-	-
	-	-	-	111,484,772	-	111,484,772
Loan from sponsors	-	-	-	-	27,512,000	27,512,000
Balance as at June 30, 2025	1,249,625,100	1,999,250,200	1,999,250,200	(305,299,792)	282,184,420	3,225,759,928

The annexed notes from 1 to 48 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

BECO STEEL LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
			(Restated)
		----- Rupees -----	
Net Cash Generated From Operations	34	242,412,519	150,516,377
Net Cash Generated From Operations		242,412,519	150,516,377
Income tax and levies paid		(244,333,792)	(141,544,477)
Finance cost paid		(624,116)	(1,214,441)
Net Cash Outflow Generated From/(Used In) Operating Activities	A	(2,545,389)	7,757,459
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment	16	(22,853,140)	(18,053,097)
Security deposit		-	(2,537,000)
Net Cash Used In Investing Activities	B	(22,853,140)	(20,590,097)
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan from sponsors		27,512,000	-
Lease liabilities paid		(2,739,960)	(2,537,000)
Net Cash Inflow Generated From / (Used In) Financing Activities	C	24,772,041	(2,537,000)
Net increase/(decrease) in Cash and Cash Equivalents	A+B+C	(626,488)	(15,369,638)
Cash and cash equivalents at the beginning of the year	35	15,984,810	31,354,448
Cash And Cash Equivalents At The End Of The Year		15,358,322	15,984,810

The annexed notes from 1 to 48 form an integral part of these financial statements.


**CHIEF EXECUTIVE
OFFICER**


CHIEF FINANCIAL OFFICER


DIRECTOR



1 THE COMPANY AND ITS OPERATIONS

- BECO STEEL LIMITED ('the Company') is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing of steel and allied products along with ancillary activities there to.

The geographical locations and addresses of the company's business units including plant are as follows:

Business unit:	Geographical location / address:
Registered Office	79 Peco Road, Badami Bagh, Lahore
Manufacturing unit 1	Khoker Road Badami Bagh Lahore
Manufacturing unit 2	Moza Bela Basti Raam, Noor Road Badami Bagh Lahore
Sales center	79 Peco Road, Badami Bagh, Lahore

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) 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 provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention. In these financial statements, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.

2.3 Functional and presentation currencies

These financial statements are presented in Pakistan Rupees (Rs. / Rupees) which is the Company's functional and presentation currency. All the figures have been rounded off to the nearest rupee, unless otherwise stated.



3 ISSUANCE OF SHARES BY WAY OTHER THAN RIGHT OFFER, AND FOR CONSIDERATION OTHER THAN CASH AGAINST ACQUISITION OF NON-CASH ASSETS INCLUDING LAND, BUILDING, PLANT AND MACHINERY.

SECP vide its letter No. EMD/CI/80/2008/58 dated 31 January 2022, approved the issuance of 99,962,510 ordinary shares of the Company, having par value of PKR 10/- each, at a premium of PKR

- 20/- per share, for total value of PKR 2,998,875,300/- by way of other than right offer against
- consideration of non-cash assets, including land, building, and plant and machinery.

The process of transfer of non- cash assets including land, building and plant and machinery has been completed. Further, title of land has also been transferred in the name of the Company. Ordinary shares numbering 99,962,510 @ Rs. 10 per share with premium Rs. 20 per share against consideration other than cash (i.e. land, building, and plant and machinery) have been issued on 27 April 2022, and the process stands completed in all respects.

During the reporting year, the Company operated on its own manufacturing facility to produce steel and allied products for approximately two months.

4 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO THE APPROVED ACCOUNTING STANDARDS

- 4.1** There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on 1 July 2024. However, these do not have any significant impact on the Company's financial statements except as disclosed in note 5 to these financial statements.
- 4.2** Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company.

		Effective date (annual reporting periods beginning on or after)
IAS 21	The Effects of Changes in Foreign Exchange Rates (Amendments)	01 January 2025
IFRS 7	Financial Instruments: Disclosures (Amendments)	01 January 2026
IFRS 9	Financial Instruments: Classification and Measurement (Amendments)	01 January 2026
IFRS 17	Insurance Contracts	01 January 2026
	Annual improvements to IFRS 7, IFRS 9, IFRS 10 (Consolidated Financial Statements) and IAS 7 (Statement of Cash Flows)	01 January 2026
IFRS S1	General Requirements for Disclosure of Sustainability Related Financial Information	01 July 2025
IFRS S2	Climate-Related Disclosures	01 July 2025

- 4.3** The above standards, amendments to approved accounting standards and interpretations are not likely to have any material impact on the Company's financial statements.



- 4.4 Other than the aforesaid standards, interpretations and amendments, International Accounting Standards Board (IASB) has also issued the following standards and interpretation, which have not been notified locally by the Securities and Exchange Commission of Pakistan (SECP) as at 30 June 2025;

IFRS 1	First-time Adoption of International Financial Reporting Standards
IFRIC 12	Service Concession Arrangement
IFRS 18	Presentation and Disclosures in Financial Statements
IFRS 19	Subsidiaries without Public Accountability: Disclosures

5 GOING CONCERN

The Company reported a net profit of Rs. 111.484 million during the year, reducing accumulated losses to Rs. 305.299 million (2024: Rs. 416.784 million). However, current liabilities exceed current assets by Rs. 284.240 million, resulting in negative equity of Rs. 3,225 million (2024: Rs. 3,086 million), indicating material uncertainty regarding the going concern assumption. Despite this, the 140% increase in sales and reduced operating expenses reflect improved performance and operational efficiency. Accordingly, management believes that the preparation of financial statements on a going concern basis is appropriate.

6 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these financial statements in conformity with accounting and reporting standards as applicable in Pakistan, requires the use of certain accounting estimates. It also requires the management to exercise its judgement in the process of applying the accounting policies. Estimates and judgements are regularly evaluated and are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of revision and future periods, if the revision affects both current and future periods. The areas involving a high degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are documented in the following accounting policies and notes, and relate primarily to:

- I) Useful lives, residual values, depreciation method, fair value and impairment of property, plant and equipment.
- ii) Provision for impairment of inventories.
- iii) Provision for current income tax and recognition of deferred tax asset.
- iv) Revenue from contracts with customers.
- v) Financial instruments – fair value and allowances for expected credit losses.
- vi) Estimation of provisions.
- vii) Estimation of contingencies.
- viii) Segment reporting.

7 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these annual financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated:



7.1 Foreign Currency

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in profit or loss within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other (losses)/gains- net'.

The exchange rates of the major currencies that impact the operations are:

Exchange rates used for conversions in Pakistani Rupees (PKR)		
Currency	Average rate for the year ended	
	June 30,2025	
	Closing rate	Average rate
AED to PKR	77.26	76.05

7.2 Property Plant Equipment

Initial measurement

An item of property, plant and equipment that qualifies for recognition as an asset is initially measured at its cost.

The cost of an item of property, plant and equipment includes:

- its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
- any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which an entity incurs either when the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Subsequent measurement-Cost model

After initial recognition, property, plant and equipment is measured at cost less any accumulated depreciation and any accumulated impairment losses.

Subsequent expenditure

- Subsequent expenditure incurred on items of property, plant and equipment is only capitalized to the extent that such expenditure enhances the value or previous capacity of those assets. Repairs and maintenance not deemed to enhance the economic benefit or service potential of items of property, plant and equipment are expensed as incurred.

Where the entity replaces parts of an asset, it derecognizes the part of the asset being replaced and capitalizes the new component.

- The depreciation is charged to profit or loss on the reducing balance method so as to write off the cost of an asset over its estimated useful life at the given rates and is recognized in profit or loss unless it is included in the carrying amount of another asset. The depreciation on addition of property, plant and equipment is charged from the date when asset is acquired or capitalized till the date when asset is disposed off.



Residual values, useful lives and depreciation methods are reviewed at each financial year end. Where there are significant changes in the expected pattern of economic consumption of the benefits embodied in the asset, the relevant changes will be made to the residual values and depreciation rates, and the change will be accounted for as a change in accounting estimate.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Asset Class	Measurement	Useful life/ depreciation rate	Depreciation method
Freehold Land	Cost Model	0%	
Factory Building	Cost Model	5%	Reducing Balance Method
Plant and Machinery	Cost Model	10%	Reducing Balance Method
Office and other equipment	Cost Model	10%	Reducing Balance Method
Furniture and fixtures	Cost Model	10%	Reducing Balance Method
Motor vehicles	Cost Model	20%	Reducing Balance Method
Computer and allied equipment	Cost Model	30%	Reducing Balance Method

Impairment

- The entity tests for impairment where there is an indication that an asset may be impaired. An assessment of whether there is an indication of possible impairment is done at each reporting date. Where the carrying amount of an item of property, plant and equipment is greater than the estimated recoverable amount, it is written down immediately to its recoverable amount. The resulting impairment loss is recognized immediately in profit or loss, except where the decrease reverses a previously recognized revaluation increase for the same asset the decrease is recognized in other comprehensive income to that extent and reduces the amount accumulated in equity under revaluation surplus, and future depreciation charges are adjusted in future periods to allocate the revised carrying amount, less its residual value, on a systematic basis over its remaining useful life
- Where the estimated impairment loss exceeds the carrying amount of the asset to which it relates, the resulting liability is only recognized if it is required by another standard.
- Compensation from third parties for items of property, plant and equipment that were impaired, lost or given up are included in profit or loss when the compensation becomes receivable.

De-recognition

The carrying amount of an item of property, plant and equipment is derecognized when the asset is disposed of or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is included in profit or loss when the item is derecognized. Gains are classified as other gains on the face of the statement of profit or loss and other comprehensive income.



7.3 Financial Instruments

Recognition and initial measurement

All financial assets and liabilities are initially measured at cost which is the fair value of the consideration given or received. These are subsequently measured at fair value or amortized cost as the case may be.

Classification of financial assets

The Company classifies its financial instruments in the following categories:

- at amortized cost.
- at fair value through other comprehensive income ("FVTOCI"), or
- at fair value through profit or loss ("FVTPL"),

The Company determines the classification of financial assets at initial recognition. The classification of instruments (other than equity instruments) is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics.

Financial assets at amortized cost

Financial assets that meet the following conditions are subsequently measured at amortized cost.

- a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and
- b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through OCI

Financial assets that meet the following conditions are subsequently measured at FVTOCI:

- a) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and
- b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding

However, Company may make an irrevocable election at initial recognition for particular investments in equity instruments that would otherwise be measured at fair value through profit or loss to present subsequent changes in fair value in other comprehensive income provided that the investment is neither held for trading nor is a contingent consideration in a business combination.

Financial assets at fair value through P&L

A financial asset is measured at fair value through P&L unless it is measured at amortized cost or at fair value through OCI.

Financial liabilities

The Company classifies its financial liabilities in the following categories:

- at fair value through profit or loss ("FVTPL"), or
- at amortized cost

Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or the Company has opted to measure them at FVTPL.



Subsequent measurement

Financial assets at FVTOCI

Elected investments in equity instruments at FVTOCI are initially recognized at fair value plus transaction costs. Subsequently, they are measured at fair value, with gains or losses arising from changes in fair value recognized in OCI.

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, and subsequently carried at amortized cost, and in the case of financial assets, less any impairment.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the statement of profit or loss and other comprehensive income. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the profit or loss in the period in which they arise. Where management has opted to recognize a financial liability at FVTPL, any changes associated with the Company's own credit risk will be recognized in other comprehensive income. Currently, there are no financial liabilities designated at FVTPL.

Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses (ECLs) on financial assets that are measured at amortized cost. Loss allowances are measured on the basis of life time (ECLs) that result from all possible default events over the expected life of a financial instrument.

Lifetime ECL is only recognized if the credit risk at the reporting date has increased significantly relative to the credit risk at initial recognition. Credit risk on a financial asset is assumed to be increased significantly if it is more than past due for a reasonable period of time decided by the management of the Company. Further, the Company considers information based on Company's historical experience and the impact of forward looking information that is available without undue cost. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity and the cash flows that the Company expects to receive)

Financial assets that are subject to ECL model includes long term receivable, deposits and trade and other receivables.

The Company recognizes an impairment gain or loss in the statement of profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account.

Derecognition

Financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire or when it transfers the financial assets and substantially all the associated risks and rewards of ownership to another entity.

On derecognition of a financial asset measured at amortized cost, the difference between the asset's carrying value and the sum of the consideration received and receivable is recognized in profit or loss.



In addition, on derecognition of an investment in a debt instrument classified as at FVTOCI, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to profit or loss.

In contrast, on derecognition of an investment in equity instrument which the Company has elected on initial recognition to measure at FVTOCI, the cumulative gain or loss previously accumulated in the investments revaluation reserve is not reclassified to profit or loss, but is transferred to revenue reserve.

Financial liabilities

The Company derecognizes financial liabilities only when its obligations under the financial liabilities are discharged, cancelled or expired. The difference between the carrying amount of the Financial assets and financial liabilities are offset and the net amount is reported in the financial statements only when there is a legally enforceable right to set off the recognized amount and the Company intends either to settle on a net basis or to realize the assets and to settle the liabilities simultaneously.

7.4 Loan to (from) director, manager or employee

The loan to directors is classified as a financial asset at amortized cost, and is initially measured at fair value including transaction costs and subsequently measured at amortized cost using the effective interest method.

The loan from director, manager or employee is classified as a financial liabilities at amortized cost, and is initially measured at fair value including transaction costs and subsequently measured at amortized cost using the effective interest method.

7.5 Trade and other Receivables

-

Trade receivables are measured at initial recognition at fair value plus transaction costs. They are subsequently measured at amortized cost using the effective interest rate method, less allowance for expected credit losses. For trade receivables and contract assets, a simplified approach is applied in calculating expected credit losses. Instead of tracking changes in credit risk, a loss allowance is recognized based on lifetime expected credit losses at each reporting date. A provision matrix was established that is based on the company's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

- Trade and other receivables are classified as debt instruments and loan commitments at amortized cost.

7.6 Cash and cash equivalent

Cash and cash equivalents comprise cash in hand, cash at banks on current, saving and deposit accounts and other short term highly liquid instruments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in values.

7.7 Trade and other payables

Trade payables are initially measured at fair value plus direct transaction costs, and are subsequently measured at amortized cost, using the effective interest rate method.



7.8 Prepayments

Advances, deposits and prepayments consist of various payments that have been made in advance for goods and services to be received in future. Advances, deposits and prepayments are measured at amortized cost, and are derecognized when the goods and services to which the prepayment relate have been received.

7.9 Inventories

Inventories are measured at the lower of cost and net realizable value using weighted average cost formula. The same cost formula is used for all inventories having a similar nature and use.

Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

The cost of inventories comprise all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

The cost of inventories of items that are not ordinarily interchangeable and goods or services produced and segregated for specific projects are assigned by using specific identification of their individual costs.

- The amount of any write-down of inventories to net realizable value and all losses of inventories are recognized as an expense in the period the write-down or loss occurs.

Redundant and slow-moving inventories are identified and written down from cost to net realizable value with regard to their estimated economic or realizable values and the write-down or reversal is recognized against the expense as indicated above.

A provision is maintained for obsolete or damaged inventory. The level of the provision for obsolete inventory is equivalent to the value of the difference between the cost of the inventory and its net realizable value or current replacement cost at financial year-end. Movements in this provision are included in the expense recognized as indicated above.

7.10 Taxation

Tax expense (tax income) is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

Current Tax

Provision for current year's taxation is determined in accordance with the prevailing law of taxation on income enacted or substantively enacted by the end of the reporting period and is based on current rates of taxation being applied on the taxable income for the year, after taking into account tax credits and rebates available, if any, and taxes paid under the Final Tax Regime.

Levies

As per IAS – 12 'Application Guidance on Accounting for Minimum Taxes and Final Taxes' issued by the Institute of Chartered Accountants of Pakistan (ICAP), the Company designates any excess of minimum tax, over the amount designated as current income tax expense, and final taxes as a 'Levy'.



Minimum Tax

The Company has elected to designate the amount calculated on taxable income using the enacted tax rate as an income tax within the scope of IAS 12 'Income Taxes' and recognize it as current income tax expense. Any excess over the amount designated as income tax, will then be recognized as a levy falling under the scope of IFRIC 21 / IAS 37.

Deferred Tax

Deferred tax is provided using the statement of financial position liability method providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities using the rates that are expected to apply to the period when the differences reverse based on tax rates that have been enacted at the statement of financial position date.

Deferred tax liabilities are recognized for all taxable temporary differences. A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the assets can be utilized. Deferred tax asset is reduced to the extent that it is no longer probable that the related tax benefits will be realized.

Sales Tax

- Revenues, expenses, assets and liabilities are recognized net of the amount of sales tax except:
 - (a) Where the sales tax incurred on purchase of assets or services is not recoverable from the taxation authority, the sales tax is recognized as part of the cost of acquisition of the asset or as part of expense, as applicable.
 - (b) When receivables and payable are stated with the amount of sales tax included.
- The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position. Sales tax assets and liabilities are offset when balances relate to the same taxation authority.

Tax expense (Income)

Current and deferred tax is recognized as income or an expense and included in profit or loss for the period, except to the extent that the tax arises from:

- a transaction or event which is recognized, in the same or a different period, outside profit or loss, either in other comprehensive income or directly in equity.
- a business combination other than the acquisition by an investment of a subsidiary that is required to be measured at fair value through profit or loss.

Current tax and deferred tax is recognized outside profit or loss if the tax relates to items that are recognized, in the same or a different period, outside profit or loss. Therefore, current tax and deferred tax that relates to items that are recognized, in the same or a different period:

- in other comprehensive income, will be recognized in other comprehensive income;
- directly in equity, will be recognized directly in equity



7.11 Capital work in progress (CWIP)

These are stated at cost less identified accumulated impairment losses, if any. All expenditure connected with specific assets incurred and advances made during installation and construction period are carried under capital work-in-progress. These are transferred to specific assets as and when these are made available for use.

7.12 Revenue Recognition

- Revenue is recognized when or as performance obligations are satisfied by transferring control of promised goods. For local sales, control is transferred at a point in time, which for customers with 'ex-factory' delivery terms is when the goods are dispatched, and for customers with 'delivery' terms, when the goods are delivered to the customer, based on the current agreements. For export sales, control is transferred in accordance with the terms specified in the agreement, typically based on the applicable shipping terms (e.g., FOB, CIF). Revenue is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, and government levies.
- The Company provides services that are recognized at a point in time, when control of the service is transferred to the customer and the performance obligation is fully satisfied.
- Profit on savings accounts is recognized on effective interest rate method.
- Scrap sales are recognized on delivery to customers at realized amounts.
- All other revenues are accounted when performance obligations are met.

7.13 Transaction with related parties

Transactions with related parties are carried out by the Company at arms' length prices, whereas transactions lacking commercial substance are conducted at mutually agreed prices in accordance with approval by Board of Directors.

7.14 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief executive officer (CEO) has been identified as the 'chief operating decision-maker', who is responsible for allocating resources and assessing performance of the operating segments. Segment results that are reported to the CEO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Those incomes, expenses, assets, liabilities and other balances which cannot be allocated to a particular segment on a reasonable basis are reported as unallocated. The operations principally comprise of two segments 'Ferrous segment' and 'Non-ferrous segment'. Ferrous segment comprises of mild steel products whereas non-ferrous segment comprises mainly of copper product and iron.



7.15 Provisions

A provision is recognized in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expense. As the actual outflows can differ from estimates made for provisions due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in the future, the carrying amounts of provisions are reviewed at each reporting date and adjusted to take account of such changes. Any adjustments to the amount of previously recognized provision is recognized in profit or loss unless the provision was originally recognized as part of cost of an asset.

7.16 Contingencies and commitments

7.16.1 Commitments

- Commitments are disclosed in note 14 to the financial statements

7.16.2 Contingencies

(a) Contingent assets

- Contingent assets are disclosed when the Company has a possible asset that arises from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognized until their realization becomes certain.

(b) Contingent liabilities

- Contingent liability is disclosed when:
 - (i) there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
 - (ii) there is a present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measure with sufficient reliability.
- In the event that the outflow of resources associated with a contingent liability is assessed as probable, and if the size of the outflow can be reliably estimated, a provision is recognized in the financial statements.

7.17 Share Capital

Ordinary shares are classified as equity instruments and recognized at their face value. Transaction costs of an equity transaction are accounted for as a deduction from equity to the extent they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided



7.18 Dividend and reserve appropriations

Final dividend distributions to the Company's shareholders are recognized as a liability in the financial statements in the period in which the dividends are approved by the Company's shareholders at the Annual General Meeting, while interim dividend distributions are recognized in the period in which the dividends are approved by the Board of Directors. Any other movements in reserves are recognized in the year in which the appropriations are approved.

7.19 Other Income

- Return on long-term deposits, due from related parties and return on bank deposits at amortized cost are accounted for using the effective interest rate method.
- Dividends on equity investments are recognized as income when the Company's right to receive the dividends is established.
- Revenue from processing income is recognized when processing services are rendered.
- Duty draw back and export rebates are recognized as income when bill of lading of related export sales are received.
- Income from lease rentals is recognized on straight line basis over the term of the respective lease agreement.

7.20 Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

7.21 Finance income and finance costs

Finance income comprises income on funds invested in saving accounts. Finance income is recognized as it accrues in profit or loss, using effective interest method.

Finance costs comprise interest expense on bank charges. Finance cost is recognized as it accrues in profit or loss.

7.22 Lease liability and right-of-use asset

- At inception of a contract, the Company assesses whether a contract is, or contains, a lease based on whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.
- Leases are recognized as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company.
- The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate.



- Lease payments include fixed payments, variable lease payment that are based on an index or a rate amounts expected to be payable by the lessee under residual value guarantees, the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option, less any lease incentives receivable. The extension and termination options are incorporated in determination of lease term only when the Company is reasonably certain to exercise these options.
- The lease liability is subsequently measured at amortized cost using the effective interest rate method. It is remeasured when there is a change in future lease payments arising from a change in fixed lease payments or an index or rate, change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option. The corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit and loss if the carrying amount of right-of-use asset has been reduced to zero.
- The right-of-use asset is initially measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received. The right-of-use asset is depreciated on a straight line method over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The right-of-use asset is reduced by impairment losses, if any, and adjusted for retain remeasurements of the lease liability.
- The Company has elected to apply the practical expedient not to recognize right-of-use asset and lease liabilities for short term leases that have a lease term of 12 months or less and leases of low-value assets. The lease payments associated with these leases is recognized as an expense on a straight line basis over the lease term.

8 RESTATEMENT OF FINANCIAL STATEMENTS

8.1 Correction of Errors

As per IAS-1 "Presentation of Financial Statements" When an entity presents current and non-current assets, and current and non-current liabilities, as separate classifications in its statement of financial position, it shall not classify deferred tax assets (liabilities) as current assets (liabilities)". In previous years, deferred tax liabilities on June 2024 and June 2023 were classified under current liabilities instead of non-current liabilities. The fact has been identified in the current year and the comparative figure amounting Rs. 117.87 million & Rs. 23.13 million of respective year has been reclassified to non-current liabilities.

8.2 Effect of changes

The above changes have been made on accordance with the requirement of IAS-08, "Accounting Policies, Change in Accounting Estimates and Errors" in these financial statements with retrospective effect and restatement of amounts previously reported in the financial statements for the year ended June 30, 2024 and June 30, 2023 are given below.

The Company has presented statement of financial position as at the beginning of the earliest period presented i.e. June 30, 2024 and related note in accordance with the requirements of IAS-1 "Presentation of Financial Statements".



	30-Jun-24		
	Had there been no change in correction of error	Impact of change in correction of error	After incorporating effects of change in correction of error
Effect on statement of financial position			
Reclassification and corrections:			
NON CURRENT ASSETS			
Right-of-use Asset	-	7,956,766	7,956,766
Security Deposit	-	2,537,000	2,537,000
Total Non Current Liabilities	-	10,493,766	10,493,766
NON CURRENT LIABILITIES			
Deferred taxation	-	117,531,631	117,531,631
Lease Liabilities	-	6,373,058	6,373,058
Total Non Current Liabilities	-	123,904,689	123,904,689
CURRENT LIABILITIES			
Deferred taxation*	117,531,631	(117,531,631)	-
Lease Liabilities	-	2,739,960	2,739,960
Total Current Liabilities	117,531,631	(114,791,671)	2,739,960
Effect on statement of profit or loss			
For the year ended June 30,2024			
Net loss for the year	(92,543,894)	1,716,061	(90,827,833)
	(92,543,894)	1,716,061	(90,827,833)



30-Jun-23

	Had there been no change in correction of error	Impact of change in correction of error	After incorporating effects of change in correction of error
--	---	--	--

Effect on statement of financial position

Reclassification and corrections:

NON CURRENT LIABILITIES

Deferred taxation	-	23,131,835	23,131,835
Total Non Current Liabilities	-	23,131,835	23,131,835

CURRENT LIABILITIES

Deferred taxation*	23,131,835	-	(23,131,835)
Total Current Liabilities	23,131,835	-	(23,131,835)

- * Restatement represents effect of reclassification of 2024: Rs. 117.53 million (2023: Rs. 23.13 million) from current liabilities to non-current liabilities respectively. Moreover the amount of deferred tax of 2024 has been adjusted with respect to lease. The effect of lease was not taken into consideration during the deferred tax computation previous year.
- ** Restatement in non-current assets represent inclusion of right-of-use asset and security deposit Rs. 7.59 million and Rs. 2.57 million respectively.
- *** Current liabilities and non current liabilities shows lease liabilities bifurcated as current portion of lease liability in current liabilities and remaining lease liabilities will be showed in non-current liabilities.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



16 PROPERTY, PLANT AND EQUIPMENT

Particulars	Note	2025	2024
		----- Rupees -----	
Operating fixed assets-Owned	16.1	3,635,267,220	3,762,870,968
		<u>3,635,267,220</u>	<u>3,762,870,968</u>

16.1 Operating Fixed Assets-Owned

- Reconciliation of carrying amounts at the end of twelve months period ended June 30, 2025 is as follows:

Description	Freehold Land	Buildings on Freehold Land	Plant and Machinery	Motor Vehicles	Furniture and Fixtures	Office and Other Equipment	Computer and Other Allied	Capital Work in Progress	Total
	----- Rupees -----								
<u>Year Ended June 30, 2025</u>									
<i>Cost</i>									
Balance as at July 01, 2024	2,192,552,451	202,680,300	1,510,791,250	9,516,000	1,181,738	1,466,850	1,845,963	17,055,196	3,937,089,748
Additions	-	715,350	15,823,000	2,500,000	2,982,260	580,780	251,750	-	22,853,140
Disposal	-	-	-	-	-	-	-	-	-
Transfer	-	-	-	-	-	17,055,196	-	(17,055,196)	-
Balance as at June 30, 2025	2,192,552,451	203,395,650	1,526,614,250	12,016,000	4,163,998	19,102,826	2,097,713	-	3,959,942,888
<i>Accumulated depreciation</i>									
Balance as at July 01, 2024	-	21,285,654	148,186,649	3,513,278	195,778	275,270	762,151	-	174,218,780
Charge for the year	-	9,095,438	137,527,216	1,429,311	184,776	1,869,056	351,091	-	150,456,888
Transfer	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2025	-	30,381,092	285,713,865	4,942,589	380,554	2,144,326	1,113,242	-	324,675,668
WDV as at June 30, 2025	2,192,552,451	173,014,558	1,240,900,385	7,073,411	3,783,444	16,958,500	984,471	-	3,635,267,220
Depreciation rates	0%	5%	10%	20%	10%	10%	30%		

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



- Reconciliation of carrying amounts at the end of twelve months period ended June 30, 2024 is as follows:

Description	Freehold Land	Buildings on Freehold Land	Plant and Machinery	Motor Vehicles	Furniture and Fixtures	Office and Other Equipment	Computer and Other Allied	Capital Work in Progress	Total
----- Rupees -----									
Year Ended June 30, 2024									
<i>Cost</i>									
Balance as at July 01, 2023	2,192,552,451	202,680,300	620,395,000	9,516,000	875,850	1,345,750	1,275,050	890,396,250	3,919,036,651
Additions	-	-	-	-	305,888	121,100	570,913	17,055,196	18,053,097
Transfer	-	-	890,396,250	-	-	-	-	(890,396,250)	-
Disposal	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2024	2,192,552,451	202,680,300	1,510,791,250	9,516,000	1,181,738	1,466,850	1,845,963	17,055,196	3,937,089,748
<i>Accumulated depreciation</i>									
Balance as at July 01, 2023	-	11,738,568	71,324,637	2,012,597	100,723	154,761	427,141	-	85,758,427
Charge for the year	-	9,547,086	76,862,012	1,500,681	95,055	120,509	335,010	-	88,460,353
Transfer	-	-	-	-	-	-	-	-	-
Disposal	-	-	-	-	-	-	-	-	-
Balance as at June 30, 2024	-	21,285,654	148,186,649	3,513,278	195,778	275,270	762,151	-	174,218,780
WDV as at June 30, 2024	2,192,552,451	181,394,646	1,362,604,601	6,002,722	985,960	1,191,580	1,083,812	17,055,196	3,762,870,968
Depreciation rates	0%	5%	10%	20%	10%	10%	30%		

16.2 The depreciation charge for the year has been apportioned as follows:

Particulars	Note	2025	2024
		----- Rupees -----	----- Rupees -----
Cost of Revenue	25	146,807,430	86,409,099
Administrative expenses	27	3,649,458	2,051,254
		150,456,888	88,460,353

- 16.2.1** No impairment related to operating fixed assets has been charged during the year. There is no item of property, plant and equipment which is temporary idle or otherwise retired from active use. Assets are not subject to any mortgage/lien or charge.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

9 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL

9.1 Issued, subscribed and paid up share capital comprise:

	Number of Shares	
Ordinary share capital against cash	25,000,000	25,000,000
Ordinary share capital against other than cash	99,962,510	99,962,510
	124,962,510	124,962,510

	Rupees	
Ordinary shares of Rs.10 each.	1,249,625,100	1,249,625,100
	1,249,625,100	1,249,625,100

9.2 Ordinary shares of the Company held by associated companies and directors as at the year end are as follows:

Sr#	Particulars	Note	2025	2024
			-----Number of shares-----	

Directors/Sponsors etc.

1	CH MUHAMMAD SHAFIQUE		53,583,307	53,583,307
2	MUHAMMAD HASHIM TAREEN		2,500	2,500
3	MAHMOOD ASLAM		2,500	2,500
4	EMAN SHAFIQUE		500	500
5	AFIFA SHAFIQUE		500	500
6	SHABANA SHAFIQUE		2,173,333	2,173,333
7	MUHAMMAD ALI SHAFIQUE		102,500	102,500
8	MUHAMMAD ZAIN UL AFAQ		159,500	159,500

Running Total: **56,024,640** **56,024,640**

Associated Undertakings/Companies

1	CHAUDHRY STEEL RE-ROLLING MILLS (PVT) LTD		27,419,177	27,419,177
---	---	--	------------	------------

Running Total: **27,419,177** **27,419,177**

9.3 Reconciliation of the number of shares outstanding as at the beginning and at the end of the year is as under:

Particulars	Note	2025	2024
		-----Number of shares-----	
Opening shares		124,962,510	124,962,510
Issued during the year		-	-
Closing shares		124,962,510	124,962,510

9.4 Each ordinary share carries equal voting rights at the company's general meetings.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	
10 SHARE PREMIUM			
Land		1,450,866,700	1,450,866,700
Building, plant and machinery		548,383,500	548,383,500
Total Share Premium		1,999,250,200	1,999,250,200

- 10.1** SECP vide its letter No. EMD/CI/80/2009/58 dated January 31, 2022 approved the issuance of 99,962,510 ordinary shares of the company having par value of Rs. 10 per share, at a premium of Rs. 20 per share in aggregate amounting to equivalent of Rs. 2,998,875,300/- (i.e. par value of shares Rs. 999,625,100 and value of share premium Rs. 1,999,250,200) by the way of other than right offer against consideration of non cash assets, including land, building and plant and machinery. The process of issuance of shares has been completed within year of 2022, and non cash assets, including land, building and plant and machinery has been transferred to the company.

- 10.2** This reserve can be utilized by the Company only for the purposes specified in section 81 of the Companies Act, 2017

11 LOAN FROM SPONSOR/DIRECTORS

In accordance with TR-32 of accounting standards this interest-free loan, provided by the sponsor of the company, is structured in a way that it does not meet the criteria for classification as a liability. Consequently, it is recognized as equity on the company's financial records as its face value. It is important to note that there will be no subsequent re-measurement of this equity. The arrangement reflects the understanding that any repayment, if made, will be entirely at the discretion of the company and shall be treated as an adjustment within the equity section, rather than as the settlement of a liability.

- 11.1** An amount of Rs. 27.51 million was raised during the year through a loan provided by the sponsors. In accordance with TR-32 'Accounting for Directors' Loan' issued by the Institute of Chartered Accountants of Pakistan, any future decision by the company to settle the sponsor's loan by delivery cash or any other financial asset would result in a direct debit to equity. The arrangement reflects the understanding that any repayment, if made, will be entirely at the discretion of the company and shall be treated as an adjustment within the equity section, rather than as the settlement of a liability.

12 DEFERRED TAXATION

Deferred taxation comprise:

Deferred tax liability on taxable temporary differences:-

Property, plant and equipment	129,903,313	117,866,944
Right-of-use-assets	1,790,272	2,307,462

Deferred tax liability on deductible temporary differences:-

Lease liabilities	(2,351,659)	(2,642,775)
-------------------	-------------	-------------

Net deferred tax liabilities	129,341,927	117,531,631
-------------------------------------	--------------------	--------------------

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

Deferred tax has been computed using the tax rates applicable for Tax Year 2025 in accordance with the provisions of the Income Tax Ordinance, 2001. The calculation has been made to the extent of income chargeable under the normal tax regime, along with the application of super tax at the rate of 1% as prescribed under Section 4C of the Income Tax Ordinance, 2001. Deferred tax assets and liabilities on temporary differences are measured at a effective rate 30% (2024: 29%).

Deferred tax asset has not been recognized in respect of unused tax losses and unused tax credits available, as management does not consider it probable that sufficient future taxable profits will be available against which these losses can be utilized.

Detail of unused tax losses and minimum tax is as follows:

Minimum Tax		
Financial year	Amount of minimum tax	Financial year in which minimum tax carry forward will expire
2024	38,725,211	2027
2023	46,901,379	2026
2022	38,857,832	2025
	<u>124,484,422</u>	

Business Losses		
Financial year	Amount of business losses	Financial year in which business losses carry forward will expire
2023	12,038,570	2029
	<u>12,038,570</u>	

Tax losses related to un-absorbed tax depreciation		
Financial year	Amount of depreciation losses	Accounting year in which business losses carry forward will expire
2024	171,798,234	Unlimited
2023	107,444,602	Unlimited
	<u>279,242,836</u>	

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

13 TRADE AND OTHER PAYABLES

13.1 Trade and other payables comprise:

Creditors for:

- Goods		2,825,993,264	2,699,160,101
Accrued liabilities		4,490,604	4,195,997
Deferred electricity bill payable		342,026,076	570,021,915
Worker profit participation fund	13.2	35,484,348	20,735,989
Provincial worker's welfare fund	13.3	10,290,873	5,162,325
Other payables		679,384,938	375,083,972
Contract liabilities		24,162,040	24,162,040
Provision against litigation	13.4	224,174,403	224,174,403
Import payable		55,860,403	24,068,732
Income tax payable		13,610	-
Penalty payable		-	30,000
Advance from customers	13.5	89,100,000	13,976,263
Total Trade and Other Payables		4,290,980,559	3,960,771,737

13.2 Worker profit participation fund

Balances at beginning of the year.		20,735,989	15,355,051
Mark-up on funds utilized in company's business	28	3,024,145	3,335,117
		<u>23,760,134</u>	<u>18,690,168</u>
Allocation for the year		11,724,214	-
		<u>35,484,348</u>	<u>18,690,168</u>
Payments during the year		-	2,045,821
Balance as on 30 June		<u>35,484,348</u>	<u>20,735,989</u>

Interest on workers' profit participation fund has been provided at the rate 1 year KIBOR + 2.5%

13.3 Provincial Worker's welfare fund

Balance at the beginning of the year		5,162,325	4,488,978
Allocation for the year		4,455,201	-
Mark-up on funds utilized in the company's business	28	673,347	673,347
		<u>10,290,873</u>	<u>5,162,325</u>
Payments made during the year		-	-
Balance as on 30 June		<u>10,290,873</u>	<u>5,162,325</u>

Interest on workers' welfare fund has been provided at the rate 15%.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

13.4 Provision against litigation

There is an ongoing case pending against Beco Steel Limited concerning a tax demand raised by Federal Board of Revenue (FBR). The demand under sections 161/205 of the Income Tax Ordinance and Section 48 of the Sales Tax Act, 1990, amounts to PKR 224,174,403/-. The notice received outlines potential recovery actions. (2024:Rs. 224,174,403). Based on the factual position and legal assessment, management believes that the Company may be required to settle the aforementioned amount.

13.5 Advance from customers

These are unsecured and represented advance payments received from customers against which goods are to be supplied.

14 CONTINGENCIES AND COMMITMENTS

14.1 Contingencies

- Corporate guarantees and indemnity bonds issued as at reporting date amount to Rs. 13,762,909.

Claims subject to legal proceedings:

The details of claims by and / or against the Company which are currently subject to the legal proceedings are detailed below:

- **Show Cause in Respect of Misuse of Section 8B**

Tax Period-August 2024 to November-2024. Rs. 76,695,053/-

Proceedings under Section 8B of the Sales Tax Act, 1990, were initiated for the aforementioned tax periods through Show Cause Notice No. 636, dated March 7, 2025. On behalf of the Company, all requisite information and supporting documents were duly submitted in response to the notice, accompanied by a comprehensive written reply. As of the reporting date, no order has been issued in this matter, and accordingly, no reliable estimate of any potential liability can be made. Nevertheless, based on the factual position and legal arguments presented, management remains confident of a favorable outcome.

- **Notice Under Section 2(37) of the Sales Tax Act 1990 in Respect of Evasion of Section 11(E)**

Tax Period: 2023 Rs. 184,293,130/-

Proceedings under Section 2(37) of the Sales Tax Act, 1990, were initiated for the aforementioned tax periods through Notice No. C.No. CTO/UNIT-01/809, dated June 27, 2025. On behalf of the Company, all requisite information and supporting documents were duly submitted in response to the notice, along with a comprehensive written reply. As of the reporting date, no order has been issued in this matter, and accordingly, no reliable estimate of any potential liability can be made. However, based on the factual position and legal arguments presented, management remains confident of a favorable outcome.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

- **Proceedings initiated under section 111(1) of the Income Tax Ordinance, 2001.**

Tax Year: 2024

Proceedings under Section 111(1) of the Income Tax Ordinance, 2001, were initiated for the aforementioned tax periods through Notice No. 230000542, dated February 18, 2025. On behalf of the Company, all requisite information and supporting documentation were duly furnished in response to the notice, accompanied by a detailed and comprehensive written reply. As of the reporting date, no order has been issued in this matter, and therefore, it is not possible to make a reliable estimation of any potential liability at this stage. Nevertheless, based on the factual position and legal grounds presented, management remains confident of a favorable outcome.

- **Proceedings initiated under section 122(9) of the Income Tax Ordinance, 2001.**

Tax Year: 2024

Proceedings under Section 122(9) of the Income Tax Ordinance, 2001, were initiated for the aforementioned tax periods through Notice No. 230000470, dated February 18, 2025. On behalf of the Company, all requisite information and supporting documentation were duly provided in response to the notice, accompanied by a detailed and comprehensive written reply. As of the reporting date, no order has been issued in this matter, and therefore, no reliable estimate of any potential liability can be determined at this stage. Nevertheless, based on the factual position and legal arguments presented, management remains confident of a favorable outcome.

14.2 Commitments

- Commitments for import of steel products against letter of credit facility as at reporting date are amounting to Rs. 32,118,055 million (2024:Rs. Nil).

15 SHORT TERM BORROWING

Short-term borrowings include an amount of Rs. 4,900,000 obtained during the year. The loan is unsecured, interest-free, and repayable on demand.

17 RIGHT-OF-USE ASSET AND LEASE LIABILITY

17.1 Right-of-use-assets

Opening balance		7,956,766	-
Add: Addition during the year		-	9,945,958
Less: Disposal during the year		-	-
Less: Depreciation charge during the year	17.1.1	(1,989,192)	(1,989,192)
Closing balance		5,967,574	7,956,766

17.1.1 The depreciation charge on right-of-use assets for the year has been allocated as follows:

Selling and distribution expenses	26	1,876,325	1,876,325
Administrative expenses	27	112,867	112,867
		1,989,192	1,989,192

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

17.2 Lease liabilities

Lease contracts are made for a fixed period subject to renewal upon mutual consent of Company and lessor. Wherever practicable, the Company seeks to include extension option to provide operational flexibility. Lease term is of five year are negotiated on an individual basis and contain a wide range of different terms and conditions. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised. incremental borrowing rate 23% (2024: 23%) per annum-have been used as discounting factor.

Set out below the carrying amount of lease liabilities and the movements during the year:

Opening balance			
Add: Addition during the year		9,113,018	9,945,958
Less: Payments during the year		(2,739,961)	(2,537,000)
Add: Interest on lease liabilities	28	1,465,803	1,704,060
Closing balance		7,838,862	9,113,018
Current portion		2,959,157	2,739,960
Non-current portion		4,879,705	6,373,058
		7,838,862	9,113,018

17.2.2 Lease liabilities payable are as follows:

2025		
Description	Less than one year	Between one and five years
	Rupees	
Minimum lease payments	2,959,157	6,647,451
Interest	(1,122,332)	(645,414)
Present value of minimum lease payments	1,836,825	6,002,037

2024		
Description	Less than one year	Between one and five years
	Rupees	
Minimum lease payments	2,739,960	9,606,607
Interest	(1,465,803)	(1,767,746)
Present value of minimum lease payments	1,274,157	7,838,861

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	
18 STORES, SPARES AND LOOSE TOOLS			
Stores and spares		528,059	264,500
Total Stores, Spares and Loose Tools		528,059	264,500
18.1	The entity does not have any stores, spares and loose tools in transit as at reporting date. Further, there are no items of stores, spares and loose tools that are slow-moving, obsolete, or impaired as at the reporting date.		
19 STOCK IN TRADE			
Stock in trade comprise:			
Raw materials		245,920,592	872,086,550
Finished goods		1,787,550,153	1,265,471,420
Total Stock in Trade		2,033,470,745	2,137,557,970
19.1	The entity does not have any stock in transit as at reporting date. Further, there are no items of stock-in-trade that are slow-moving, obsolete, or impaired as at the reporting date.		
20 TRADE DEBTS			
(Considered good and unsecured)			
Trade debts are non-interest bearing and are generally are uninsured. Information about the Company's exposure to credit and market risks for trade debts is included in note 38.			
20.1 Trade debtors comprise:			
Local		1,377,337,179	938,018,505
Allowance for expected credit losses (ECL)	20.2	-	-
Total Trade Debts		1,377,337,179	938,018,505
20.2	No Expected Credit Loss (ECL) has been recognized, as the amount of expected credit loss is immaterial and management reasonably expects that all receivables will be recovered in full within the agreed credit terms.		
21 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Advances to- considered good			
- Employees against salaries		-	4,900,000
Sales tax receivable		253,436,975	161,104,068
Other receivables		158,627	158,627
LC margin		32,118,055	2,648,000
Guarantee margin		15,139,200	-
Total Advances, Deposits, Prepayments and Other Receivables		300,852,857	168,810,695

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

22 TAX REFUNDS DUE FROM GOVERNMENT

22.1 Income tax due from Government comprise:

Advance income tax & levies-net	22.2	293,963,883	144,639,891
Total Tax Refund Due from Government		293,963,883	144,639,891

22.2 Advance income tax & levies-net

Opening balance		144,639,891	190,588,385
Add: tax deducted during the year		244,333,792	-
		388,973,683	190,588,385
less: provisions / adjustments - net		(95,009,800)	(45,948,494)
Closing balance		293,963,883	144,639,891

23 CASH AND BANK BALANCES

23.1 Cash and bank Balances included:

Cash in hand		5,377,112	6,518,377
Cash at bank			
- Current accounts		8,330,174	7,815,397
- Saving accounts	23.2	1,651,036	1,651,036
Total Cash and Bank Balances		15,358,322	15,984,810

23.2 These carry profit ranging form 8.50% to 11.50% (2024: 10.50% to 17.50%) per annum.

24 REVENUE

Revenue comprises:

Sale of goods

- Local	8,715,042,181	3,655,659,645
- Export	65,856,519	-
Sales Tax	(1,329,413,214)	(557,642,769)
Total Revenue	7,451,485,486	3,098,016,876

24.1 All goods are transferred at point of time. No revenue during the year from contract liabilities (2024: Nil).

24.2 Reconciliation with segment information is as follows:

	Ferrous	Non-Ferrous	Total
Net revenue from external customers:			
Local sales			
- Manufacturing	6,264,096,807	1,121,532,160	7,385,628,967
Export sales			
- Trading	-	65,856,519	65,856,519
June 30,2025	6,264,096,807	1,187,388,679	7,451,485,486

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	
Local sales			
- Manufacturing	2,500,016,876	598,000,000	3,098,016,876
Export sales			
- Trading	-	-	-
June 30,2024	2,500,016,876	598,000,000	3,098,016,876

25 COST OF SALES

25.1 Cost of sales comprise:

Raw materials consumed	25.2	5,698,791,793	2,459,120,746
Stores, spares and chemicals consumed		59,858,356	33,757,806
Salaries and wages	25.3	285,375,645	157,393,613
Import charges		341,853	1,209,006
Fuel and power		1,378,393,121	1,251,107,219
Repairs and maintenance		17,645,032	1,681,780
Inadmissible sales tax		-	97,991,070
Unclaimed sales tax		-	51,275,695
Other factory overhead		95,236	181,356
Depreciation	16.2	146,807,430	86,409,099
		7,587,308,466	4,140,127,390
Cost of goods manufactured		7,587,308,466	4,140,127,390

Changes in inventories of finished goods

Opening stock	1,265,471,420	-
Closing stock	(1,787,550,153)	(1,265,471,420)
	(522,078,733)	(1,265,471,420)
Cost of sales	7,065,229,733	2,874,655,970

25.2 Raw Materials Consumed

Opening stock	872,086,550	1,115,998,773
Purchases during the year	5,072,625,835	2,215,208,523
Available for consumption	5,944,712,385	3,331,207,296
Closing stock	(245,920,592)	(872,086,550)
	5,698,791,793	2,459,120,746

25.3 This amount includes amount paid to contractors amounting to Rs.261,237,789.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	
26 SELLING AND DISTRIBUTION COSTS			
Carriage and transport		2,129,772	921,030
Fuel and maintenance		366,772	-
Loading charges		7,016,981	-
Advertisement expense		4,546,446	
Depreciation on right-of-use assets	17.1.1	1,876,325	1,876,325
Total Selling and Distribution Costs		15,936,296	2,797,355
27 ADMINISTRATIVE EXPENSES			
Salaries and wages		40,001,058	26,976,091
Auditor remuneration- fees	27.1	1,490,000	1,490,000
Directors remuneration		1,322,000	-
Security charges		2,606,366	-
Donations	27.2	1,854,548	1,546,398
Electricity and water		749,490	1,309,715
Entertainment		9,042,548	1,362,875
Mess expense		4,067,653	-
Legal and professional charges		3,013,269	601,842
Postage and telegram		3,572,844	29,730
Printing and stationary		7,337,577	401,576
Rent, rates and charges		-	417,034
Repair and maintenance		10,017,024	1,721,713
Fee and subscriptions		8,532,898	949,525
Advertisement expense		-	156,034
Fine and penalty		185,000	-
Traveling and conveyance		14,850,218	13,075,711
Medical expense		4,372,968	-
Miscellaneous		2,172,037	27,468
Provision against litigation	13.4	-	224,174,403
Depreciation	16.2	3,649,458	2,051,254
Depreciation on right-of-use assets	17.1.1	112,867	112,867
Total Administrative Expenses		118,949,823	276,404,236
27.1 Auditor's Remuneration			
Audit fee		1,200,000	1,200,000
Review of interim financial information		250,000	250,000
Out of pocket expenses		40,000	40,000
Total Auditor's Remuneration		1,490,000	1,490,000

27.2 Donations

No directors has any interest in the donees.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	
28 FINANCE COST			
Finance costs included in profit or loss			
Bank charges and commission		624,116	1,214,441
Interest on worker profit participation fund		3,024,145	3,335,117
Interest on worker welfare fund		673,347	673,347
Interest on lease liabilities	17.2	1,465,803	1,704,060
Total Finance Cost		5,787,411	6,926,965
29 OTHER INCOME			
Income from financial assets			
Interest income from saving account		386,870	918,559
Income from other assets			
Liabilities written-off		-	110,079,475
Realized Exchange gain		-	1,264,061
		-	111,343,536
Total Other Income		386,870	112,262,095
30 OTHER OPERATING EXPENSES			
Other operating expenses included in profit or loss			
Realized exchange loss		4,266,357	166,931
Other operating expenses		7,218,453	4,984,519
Workers welfare fund		4,455,201	-
Worker profit participation fund		11,724,214	2,045,821
Total Other Operating Expenses		27,664,225	7,197,271
31 LEVIES			
31.1 Minimum/levies			
Minimum tax		38,540,265	38,725,211
		38,540,265	38,725,211
		-	-
Total Levies		38,540,265	38,725,211
31.2	This represents minimum tax under section 113 of Income Tax Ordinance 2001, representing levies of requirements of IFRIC 21/ IAS 37.		
32 TAXATION			
Current Tax			
- For the year		56,469,535	-
- Prior period		-	-
		56,469,535	-
Deferred tax	12	11,810,296	94,399,796
Total income tax expense		68,279,831	94,399,796

The tax charge reconciliation has not been made as the Company falls under minimum tax regime

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	

- 32.1** The tax liability, as per applicable tax laws represented minimum tax under section 113 (due to tax loss) of the Income Tax Ordinance, 2001, which has been recognized as levies. Relationship between tax liability as per applicable tax laws and accounting profit along with its bifurcation into current income tax and levies is as follows:

		2025	2024
Profit before taxation		218,304,868	42,297,174
Tax on accounting profit at the applicable corporate tax rate of 29% (2024: 29%)		63,308,412	-
Tax effect of amounts that are admissible for tax purposes		(52,281,212)	-
Tax effect of amounts that are inadmissible for tax purposes		43,576,103	-
Tax effect of income subject to super tax @ 1% (2024:Nil)		1,866,232	-
Effect of minimum tax/levies		38,540,265	38,725,211
Effect of deferred tax		11,810,296	94,399,796
Portion of tax liability as per tax laws, representing levies and income tax	31 & 32	106,820,096	133,125,007

33 EARNING PER SHARE		2025	2024
		Rupees	Rupees
33.1 Profit/ (Loss) after taxation attributable to ordinary shareholders		111,484,772	(90,827,833)
Weighted average number of shares	9	124,962,510	124,962,510
Earning per share - Basic and diluted		0.89	(0.73)

- 33.2** There were no dilutive ordinary shares outstanding as at June 30, 2025 and June 30, 2024.

34 CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax and levies		218,304,868	42,297,174
Adjustments for:			
Depreciation	16.2	150,456,888	88,460,353
Depreciation on right-of-use assets		1,989,192	1,989,192
Provision for worker profit participation fund		11,724,214	2,045,821
Provision for worker's welfare fund		4,455,201	-
Finance cost	29	5,787,411	6,926,965
Operating profit before working capital changes		392,717,774	141,719,505

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Note	2025	2024
		----- Rupees -----	
Changes in working capital			
(Increase) / decrease in current assets			
Stores, spares and loose tools		(263,559)	(264,500)
Stock in trade		104,087,225	(1,021,559,197)
Trade debts		(439,318,674)	(246,721,239)
Advances, deposits, prepayments and other receivables		(132,042,162)	(28,936,145)
Net (increase) in current assets		(467,537,170)	(1,297,481,081)
(Decrease) / increase in current liabilities			
Trade and other payables		310,331,915	1,306,277,953
Short term borrowings		6,900,000	-
Net increase/(decrease) in current liabilities		317,231,915	1,306,277,953
Net cash generated from operations		242,412,519	150,516,377

35 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR

Cash and cash equivalents included in the statement of cash flows comprise of the following amounts:

Cash and bank balances	23	15,358,322	15,984,810
------------------------	----	------------	------------



36 SEGMENT REPORTING

36.1 The company's reportable segments are as follows:

- Ferrous
- Non- Ferrous

Ferrous segment comprises of steel related products whereas non-ferrous segment mainly comprises of copper and aluminum.

36.2 Segment revenues and measure of segment profit or loss:

Following is an analysis of the Company's revenue and results by reportable segment for the year ended June 30, 2025 and June 30, 2024 along with reconciliation of the total of the reportable segments' measures of profit or loss to the Company's profit or loss for the year:

		Ferrous	
		2025	2024
		Rupees	
Total sales		6,264,096,807	2,500,016,876
Inter-segment		-	-
Net external Sales		6,264,096,807	2,500,016,876
Commission		-	-
Net sales after commission		6,264,096,807	2,500,016,876
Total Cost of sales		(6,046,036,982)	(2,369,224,599)
Inter-segment		-	-
External Cost of sales		(6,046,036,982)	(2,369,224,599)
Gross Profit - Ferrous	A	218,059,825	130,792,277
		Non-Ferrous	
		2025	2024
		Rupees	
Total sales		1,187,388,679	598,000,000
Inter-segment transaction		-	-
Net external sales		1,187,388,679	598,000,000
Commission		-	-
Net sales after commission		1,187,388,679	598,000,000
Total Cost of sales		(1,019,192,751)	(505,431,371)
Inter-segment transaction		-	-
External Cost of sales		(1,019,192,751)	(505,431,371)
Gross profit - Non-Ferrous	B	168,195,928	92,568,629
Total gross profit	(A+B)	386,255,753	223,360,906

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



Unallocated income and expenses:

Sales and marketing expenses	(15,936,296)	(2,797,355)
Administrative expenses	(118,949,823)	(276,404,236)
Other operating expenses	(27,664,225)	(7,197,271)
Other income	386,870	112,262,095
Finance cost	(5,787,411)	(6,926,965)
Minimum tax	(38,540,265)	(38,725,211)
Taxation	(68,279,831)	(94,399,796)
Profit for the year	111,484,772	(90,827,833)

Revenue reported above represents revenue generated from external customers. The accounting policies of the reportable segments (except as disclosed otherwise) are the same as the Company's accounting policies as described in note 7.10 to these financial statements. The ferrous segment allocates certain percentage of sales relating common expenditure to non-ferrous segment. Segment profit represents the profit earned by each segment before taking account of unallocated income and expenses which are presented separately. This is the measure reported to the chief operating decision-maker for the purposes of resource allocation and assessment of segment performance.

36.3 Revenue

The analysis of the Company's revenue from external customers for major products is as follows:

	2025	2024
Ferrous		
- Steel Re-bars	63.95%	100%
- Billets	21.87%	0%
- Others	14.19%	0%
	100%	100%
Non-Ferrous		
- Copper	85.18%	83.28%
- Others	14.82%	16.72%
	100%	100%

36.4 Information about major customers

Revenue from major customers of ferrous segment represent 46% (2024: Nil) of the total revenue of ferrous segment. Revenue from major local customers of non-ferrous segment represent 15% (2024: 19%) of the total revenue of non-ferrous segment. Revenue from major foreign customers of non-ferrous segment represent approx. 5.5% (2024: Nil) of the total revenue of non-ferrous segment.

36.5 Geographical information

All revenues from external customers for ferrous segment were generated in Pakistan. 7% (2024: Nil) of revenues from external customers for non-ferrous segment were generated from outside Pakistan while remaining were generated from external customers within Pakistan. Majority of sales outside of Pakistan is made to customers in the Hong Kong. All non-current assets of the Company as at June 30, 2025 and June 30, 2024 were located and operating in Pakistan.



36.6 Measure of total assets and total liabilities:

Reportable segments' assets and liabilities as at June 30, 2025 and June 30, 2024 have not been presented, as management was unable to identify a reasonable basis for allocating these balances to respective segments. In accordance with the requirements of IFRS 8 – Operating Segments, such information is disclosed only when the measures are regularly provided to the chief operating decision maker (CODM) for the purpose of assessing segment performance and allocating resources. Since no such information is provided regularly to the CODM, the allocation of assets and liabilities by segment has not been made.

37 RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

The table below details changes in the Company's liabilities arising from financing activities, including both cash and non-cash changes. Liabilities arising from financing activities are those for which cash flows were, or future cash flows will be, classified in the Company's statement of cash flows as cash flows from financing activities.

	Opening Balance	Financing cashflows	Other Changes	Closing Balance
Loan from sponsors/directors	254,672,420	27,512,000	-	282,184,420
Unclaimed dividend	4,911,563	-	-	4,911,563
Short term borrowings	-	6,900,000	-	6,900,000
June 30,2025	259,583,983	34,412,000	-	293,995,983
Loan from Sponsors	254,672,420	-	-	254,672,420
Unclaimed dividend	4,911,563	-	-	4,911,563
Short term borrowings	-	-	-	-
June 30,2024	259,583,983	-	-	259,583,983

38 FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

Financial risk management

The Board of Directors of the Company has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company has exposure to the following risks from its use of financial instruments:

- Market risk
- Credit risk
- Liquidity risk

The Company's overall risk management policy focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance.

Risk management framework

The Board meets frequently throughout the year for developing and monitoring the Company's risk management policies. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.



The Board Audit Committee oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

38.1 Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations without considering the fair value of the collateral available there against.

Risk management

To manage credit risk the Company maintains procedures covering the application for credit approvals, granting and renewal of counterparty limits and monitoring of exposures against these limits. As part of these processes the financial viability of all counterparties is regularly monitored and assessed.

Exposure to credit risk

The carrying amount of respective financial assets represent the maximum credit exposure. The maximum exposure to credit risk at the reporting date is as follows:

	Note	2025	2024
Long term deposit		450,000	450,000
Trade debts	20	1,377,337,179	938,018,505
Advances, deposits and prepayments	21	300,852,857	168,810,695
Bank balances	23	9,981,210	9,466,433
		<u>1,688,621,246</u>	<u>1,116,745,633</u>

The Company does not take into consideration the value of collateral while testing financial assets for impairment. The Company considers the credit worthiness of counterparties as part of its risk management.

Trade debtors

The Company's exposure to credit risk arising from trade debtors is mainly influenced by the individual characteristics of each customer. Majority of the Company's sales are made against receipts in advance from customers. The Company has no major concentration of credit risk with any single customer. The majority of the trade customers have been transacting with the Company for several years. The Company establishes an allowance for impairment where it considers recoveries are not probable.

The expected loss rates are based on the payment profiles of sales over a period of 6 months and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The company has identified the GDP and the unemployment rate of the countries in which it sells its goods and services to be the most relevant factors, and accordingly adjusts the historical loss rates based on expected changes in these factors.

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



The ageing analysis of trade debtors is as follows:

	2025	2024
Not due yet	259,829,258	937,949,726
Past due 0-90 days	147,471,944	68,779
Past due 90-180 days	882,861,789	-
Past due 180-270 days	87,174,188	
	1,377,337,179	938,018,505

Management believes that the unimpaired balances that are past due are still collectible in full, based on historical payment behavior and review of financial strength of respective customers.

Cash is held only with reputable banks with high quality external credit rating assessed by external rating agencies.

Following are the credit ratings of banks with which balances are held or credit lines available:

	Rating		
	Short Term	Long Term	Agency
JS Bank Limited	A1+	AA	PACRA
Soneri Bank Limited	A1+	AA-	PACRA
Meezan Bank Limited	A1+	AAA	VIS
Alfalah Bank Limited	AAA	A1+	PACRA
Habib Metro Bank Limited	A1+	AA+	PACRA
Askari Bank Limited	A1+	AA+	PACRA
United Bank Limited	A1+	AAA	VIS
Bank of Punjab	A1+	AA+	PACRA

Concentration of credit risk

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry. In order to avoid excessive concentrations of risk, management focuses on the maintenance of a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly. Management does not consider that it has any concentration of credit risk at the reporting date.



38.2 Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Company could be required to pay its liabilities earlier than expected or there is difficulty in raising funds to meet commitments associated with financial liabilities as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company ensures that it has sufficient cash to meet expected working capital requirements by having credit lines available. The following are the contractual maturities of financial liabilities, including interest payments and excluding the impact of netting agreements:

	Gross carrying value		
	2025		
	Carrying amount	Not later than 1 year	Later than 1 year
		year	
	Rupees		
Trade and other payables	3,907,755,285	3,907,755,285	-
Short term borrowings	6,900,000	6,900,000	-
Unclaimed dividend	4,911,563	4,911,563	-
	3,919,566,848	3,919,566,848	-

	Gross carrying value		
	2024		
	Carrying amount	Not later than 1 year	Later than 1 year
		year	
	Rupees		
Trade and other payables	3,672,530,717	3,672,530,717	-
Unclaimed dividend	4,911,563	4,911,563	-
	3,677,442,280	3,677,442,280	-

38.3 Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

38.3.1 Interest rate risk

The interest rate risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Majority of the interest rate exposure arises from long-term financing, short-term borrowings, long-term investment in debt instruments, loan to subsidiary company, saving accounts and term deposit receipts. At the reporting date the interest rate risk profile of the Company's interest bearing financial instruments is as follows:



(a) Fixed rate financial instruments

Fair value sensitivity analysis for fixed rate instruments

The Company does not account for any fixed rate financial assets and liabilities at fair value through profit and loss. Therefore a change in interest rates at the reporting date would not affect profit and loss account.

(b) Variable rate financial instruments

	2025	2024
	Rupees	Rupees
Financial assets	1,651,036	1,651,036

38.3.2 Price risk management

The Company is not exposed to any price risk as there are no financial instruments at the reporting date that are sensitive to price fluctuations.

38.3.3 Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends to be paid to shareholders, issue new shares or sell assets to reduce debt. Consistent with others in the industry and the requirements of the lenders, the Company monitors the capital structure on the basis of gearing ratio. This ratio is calculated as borrowings divided by total capital employed. Borrowings represent long term financing, lease for related parties and short term borrowings obtained by the Company. Total capital employed

38.3.4 Sensitivity analysis:

At reporting date, if the PKR had strengthened or depleted by 1% against the foreign currencies with all other variables held constant, post-tax profit / (loss) for the year would have been lower / (higher) by the amount shown below, mainly as a result of net foreign exchange gain on translation of foreign creditor.

	2025	2024
	Rupees	
Contract liabilities	241,620	241,620
	241,620	241,620

39 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

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. In estimating fair value of an asset or liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorized into level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



39.1 Level 1 Inputs:

Are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

39.2 Level 2 Inputs:

These are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

39.3 Level 3 Inputs:

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

40 FINANCIAL ASSETS

Carrying amount of financial assets by category

	At amortized cost Rupees	Total Rupees
Year ended 30 June 2025		
Trade debtors	1,377,337,179	1,377,337,179
Advances, deposits and other receivables	47,415,882	47,415,882
Cash and bank balances	15,358,322	15,358,322
	1,440,111,383	1,440,111,383
Year ended 30 June 2024		
Trade debtors	938,018,505	938,018,505
Advances, deposits and other receivables	7,706,627	7,706,627
Cash and bank balances	15,984,810	15,984,810
	961,709,942	961,709,942

41 FINANCIAL LIABILITIES

Carrying amount of financial liabilities by category

	At amortized cost Rupees	Total Rupees
Year ended 30 June 2025		
Trade and other payables	3,907,755,285	3,907,755,285
Short term borrowings	6,900,000	6,900,000
Unclaimed dividend	4,911,563	4,911,563
	3,919,566,848	3,919,566,848
Year ended 30 June 2024		
Trade and other payables	3,672,530,717	3,672,530,717
Short term borrowings	-	-
Unclaimed dividend	4,911,563	4,911,563
	3,677,442,280	3,677,442,280



42 RELATED PARTY DISCLOSURE

The Company ("the reporting entity") in the normal course of business carries out arm's length transactions with various related parties ("the entities"). Related parties comprise of group company (subsidiary) and entities regarded as related / associated due to common directorship or common management, major shareholders, key management personnel and their close family members ("the relatives"). Major shareholders are those persons having control of or significant influence over the reporting entity. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the reporting entity, directly or indirectly including Directors (whether executive or otherwise) of the reporting entity.

Following are the related parties / associated companies / undertakings with whom the Company had entered into transactions or had agreements and / or arrangements in place during the financial year, along with the basis of relationship describing common directorship and percentage of shareholding of the Company:

		----- Rupees -----	
Ali Enterprises	Associated Company	Opening Balances	- 7,700,403
		Purchases during the year	- 650,000
		Payments during the year	- (8,350,403)
		Closing Balance	- -

Maximum balance at any time during the year.

- 7,950,403

		----- Rupees -----	
Ali Enterprises Re-rolling Mills Limited	Associated Company	Opening Balances	927,904,181 179,244,695
		Sale during the year	926,334,701 187,589,489
		Receipt during the year	(1,832,238,882) (366,834,184)
		Closing Balance	22,000,000 -
		Sale of goods by the Company	- -

Maximum balance at any time during the year.

926,334,701 339,317,092

		----- Rupees -----	
Chaudhary Steel Mills Limited	Associated Company	Opening Balances	- 170,000,000
		Purchases during the year	- 16,412,000
		Payments during the year	- (186,412,000)
		Closing Balance	- -

Maximum balance in the month of July 2025 (June: 2024)

- 151,500,000

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



			----- Rupees -----	
Chaudhry Muhammad Shafique	Shareholder	Opening Balances	-	254,672,420
		Received during the year	-	-
		Payments during the year	-	-
		Closing Balance	-	254,572,420

Maximum balance at any time during the year.

-	254,672,420
---	--------------------

			----- Rupees -----	
Ali Shafique	Shareholder/ Director	Opening Balances	-	-
		Loan received during the year	27,512,000	-
		Loan paid during the year	-	-
		Closing Balance	27,512,000	-

Maximum balance at any time during the year.

27,512,000	-
-------------------	---

			----- Rupees -----	
Beco Steel Re-Rolling Mills	Associated Company	Opening Balances	306,106,696	586,521,696
		Purchases during the year	3,900,000	101,350,000
		Payments during the year	(310,006,696)	(381,765,000)
		Closing Balance	-	306,106,696

Maximum balance at any time during the year.

308,556,696	608,671,696
--------------------	--------------------

			----- Rupees -----	
Beco Steel Ferrous and non-Ferrous Metal	Associated Company	Opening Balances	66,022,852	-
		Purchases during the year	892,471,829	1,374,190,397
		Payments during the year	(585,184,400)	(1,308,167,545)
		Closing Balance	373,310,281	66,022,852

Maximum balance at any time during the year.

373,310,281	97,482,118
--------------------	-------------------

			----- Rupees -----	
Ali Enterprises Re-rolling Mills	Associated Company	Opening Balances	-	50,159,048
		Purchases during the year	-	928,114,181
		Payments during the year	-	(50,369,408)
		Closing Balance	-	927,903,821

Maximum balance at any time during the year.

-	716,686,718
---	--------------------

- 42.1** There were no outstanding balances with related parties as at the year end except for those which have been disclosed separately in relevant notes. Details of salaries and benefits to key management personnel have been disclosed in note 44.



43 SHARIAH DISCLOSURE

		2025	2024
Statement of financial position:			
Financing / loans / advances obtained as per Islamic mode		-	-
Interest or mark-up accrued on any conventional loan or advance		-	-
Long-term and short-term shariah compliant Investments		-	-
Shariah compliant bank deposits / bank balances / TDRs		-	-
Statement of profit or loss:			
Revenue earned from a shariah compliant business segment	24	7,451,485,486	3,098,016,876
Profit earned from shariah compliant bank deposits / balances / TDRs		-	-
Exchange gain earned	29	-	1,264,061
Profit earned from shariah compliant investments		-	-
Profit / interest earned on any conventional loan or advance paid on any conventional loan or advance	29	386,870	918,559
Mark up / profit paid on Islamic mode of financing		-	-
Interest paid on any conventional loan or advance		-	-

43.1 Disclosures other than above are not applicable on the company.

43.2 Source and detailed breakup of other income is provided in note 29.

44 REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amount charged in the financial statements for the year for remuneration, including certain benefits, to the full time working directors and executives of the Company is as follows

	2025		
	Chief Executive	Directors	Executives
	Rupees		
Managerial remuneration	5,200,000	1,322,000	38,657,856
Bonus / allowances	-	-	-
	5,200,000	1,322,000	38,657,856
Number of persons	1	2	30
	2024		

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



	Chief Executive	Directors	Executives
	Rupees		
Managerial remuneration	1,200,000	600,000	600,000
Bonus / allowances	-	-	-
	1,200,000	600,000	600,000
Number of persons	1	1	1

44.1 Executives mean employees other than the Chief Executive Officer and Directors, whose basic salary exceeds Rs. 1,200,000/- in a financial year.

44.2 NUMBER OF EMPLOYEES

	Number	
Number of employees as at June 30th	48	46
Average number of employees during the year	43	40

45 PLANT CAPACITY AND ACTUAL PRODUCTION

	2025	2024
Actual production		
Melting (Metric Tons)	20,529	16,377
Re-rolling (Metric Tons)	46,023	16,377
Plant Capacity		
Melting (Metric Tons)	86,240	86,240
Re-rolling (Metric Tons)	187,200	187,200

45.1 Short-fall in actual production of ferrous segment is due to market demand, whereas, short-fall in actual processing of non-ferrous recycling plant is due to working capital constraints. Short-fall in actual melting production of non-ferrous segment is due to shifting of motor breaking process from manual to automation

46 RECLASSIFICATION OF ITEMS IN FINANCIAL STATEMENTS / PRESENTATION CHANGES

Presentation of the following corresponding figures of items in the financial statements have been reclassified for better presentation.

Reclassified from component	Reclassified to component	2024 Rupees
Director Remuneration	Salaries and wages (including all benefits)	2,400,000
Cash and bank balances	Advances, deposits, prepayments and other receivables	
LC margin	LC margin	2,648,000
Trade And Other Payables	Trade And Other Payables	
Contract liabilities	Advance from customers	13,976,263

BECO STEEL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025



47 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on October 06, 2025 by the Board of Directors of the Company

48 GENERAL

Figures in these financial statements have been rounded off to the nearest of rupee.

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

**PATTERN OF SHAREHOLDINGS AS
ON JUNE 30, 2025**

Number of Share Holders	Shareholdings	Total Number of Shares Held	Percentage of Total Capital
	From-To		
299	1-100	6,032	0.0048
178	101-500	66,444	0.0533
122	501-1000	112,527	0.0902
286	1001-5000	833,173	0.6682
112	5001-10000	903,392	0.7245
34	10001-15000	446,424	0.3580
32	15001-20000	608,791	0.4882
24	20001-25000	576,031	0.4620
13	25001-30000	379,409	0.3043
6	30001-35000	202,691	0.1625
6	35001-40000	237,500	0.1905
5	40001-45000	208,694	0.1674
9	45001-50000	448,800	0.3599
5	50001-55000	256,595	0.2058
2	55001-60000	120,000	0.0962
1	60001-65000	63,870	0.0512
1	65001-70000	70,000	0.0561
3	70001-75000	223,500	0.1792
2	75001-80000	151,796	0.1217
3	80001-85000	249,566	0.2001
3	85001-90000	261,460	0.2097
1	90001-95000	95,000	0.0762
6	95001-100000	594,002	0.4764
2	100001-115000	203,500	0.1632
7	115001-135000	874,098	0.7010
3	135001-150000	435,000	0.3489
2	150001-160000	318,972	0.2558
1	160001-170000	170,000	0.1363
3	185001-200000	600,000	0.4812
2	200001-215000	417,961	0.3352
1	245001-300000	300,000	0.2406
1	300001-510000	400,000	0.3208
1	510001-565000	560,097	0.4492
3	565001-880000	2,153,533	1.7270
2	880001-1465000	2,247,932	1.8027
1	1465001-1490000	1,490,000	1.1949
5	1490001-2175000	10,366,666	8.3136
1	2175001-3165000	2,999,370	2.4054
2	3165001-13040000	17,986,640	14.4245
1	13040001-27420000	27,419,177	21.9889
1	27420001-53585000	48,636,667	39.0044
1,192.00		124,695,310	100.00

**CATEGORIES OF SHAREHOLDINGS AS ON
JUNE 30, 2025**

Sr. #	Categories	Nos.	Shares Held	Percentage
1	INDIVIDUALS	1174	91,931,403	73.7248
2	JOINT STOCK COMPANIES	12	30,584,310	24.5272
3	FINANCIAL INSTITUTIONS	4	2,146,794	1.7216
4	EMPLOYEES PENSION FUND	1	31,691	0.0254
5	EMPLOYEES BENEVOLENT FUND	1	1,112	0.0009
		1192	124,695,310	100.00

DETAILED CATEGORIES OF SHAREHOLDERS AS ON JUNE 30, 2025

		Shares Held	Percentage
General Public.		28,532,270	22.8327
Directors/Sponsors etc.			
1 CH MUHAMMAD SHAFIQUE		53,583,307	42.9714
2 ALI SHAFIQUE CH		102,500	0.0822
3 MUHAMMAD HASHIM TAREEN		2,500	0.0020
4 SHABANA SHAFIQUE		2,173,333	1.7429
5 MAHMOOD ASLAM		2,500	0.0020
6 EMAN SHAFIQUE		500	0.0004
7 AFIFA SHAFIQUE		500	0.0004
8 ZAIN AFAQ		500	0.1279
	Running Total:	56,024,640	44.9292
Associated Undertakings/Companies			
1 CHAUDHRY STEEL RE-ROLLING MILLS (PVT) LTD		27,419,177	21.9419
	Running Total:	27,419,177	21.9419
Joint Stock Companies			
1 Y.S. SECURITIES & SERVICES (PVT) LTD.		1,200	0.000962
2 D.S.CORPORATION (PVT) LIMITED		3,400	0.002727
3 ZAFAR SECURITIES (PVT) LTD.		127,000	0.101848
4 MAPLE LEAF CAPITAL LIMITED		1	0.000001
5 SHERMAN SECURITIES (PRIVATE) LIMITED		35,000	0.028068
6 MRA SECURITIES LIMITED - MF		25,000	0.020049
7 MOHAMMAD MUNIR MOHAMMAD AHMED KHANANI SECURITIES LTD. - MF		1,000,000	0.801955
8 N. U. A. SECURITIES (PRIVATE) LIMITED – MF		22,500	0.018044
9 FAWAD YUSUF SECURITIES (PRIVATE) LIMITED – MF		700,000	0.561368
10 VENUS ENTERTAINMENT COMPANY (PVT.) LIMITED		3,100	0.002486
11 NCC - PRE SETTLEMENT DELIVERY ACCOUNT		1,247,932	1.000785
	Running Total:	3,165,133	2.538294
Financial Institutions			
1 SAYA SECURITIES (PRIVATE) LIMITED		96,502	0.0774
2 BANK ALFALAH LIMITED - LAHORE STOCK EXCHANGE BRANCH		560,097	0.4492
3 NATIONAL BANK OF PAKISTAN		195	0.0002
4 SALIM SOZER SECURITIES (PRIVATE) LIMITED		1,490,000	1.1949
	Running Total:	2,146,794	1.7216
Funds			
1 TRUSTEE NATIONAL BANK OF PAKISTAN EMPLOYEES PENSION FUND		31,691	0.0254
2 TRUSTEE NATIONAL BANK OF PAKISTAN EMP BENEVOLENT FUND		1,112	0.0009
	Running Total:	32,803	0.0263
Grand Total:		124,962,510	100.0000

BECO STEEL IMITED

PROXY FORM

--

I/We _____ of _____ being a member
of of Beco Steel Limited and holders) of _____ ordinary shares as per Shares
Register Folio No. _____

CDC Participant ID No. _____ Sub Account No. _____

Sub Account No. _____

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Passport No. _____

hereby appoint Mr. / Mrs. / Miss _____ of _____ another member of the Company or failing him / her Mr. Mrs. Miss _____ of _____ another member of the Company as my / our proxy to attend and vote for me / us and on my / our behalf at the Annual General Meeting of the Company to be held on Tuesday October 28, 2025 at 12:00 (noon) and/or at any adjournment thereof, if any.

As witness my/our hand(s) this _____ day of _____ 2025
signed by _____
in the presence of _____

Signature should agree with the
Specimen Signature registered with
the Company

Signed this ____ day of October 28, 2025

Signature of shareholder _____

Signature of Proxy _____

Witness: 1

Name _____

Address

[illegible]

Witness: 2

Name _____

Address

[illegible]

Notes

A member entitled to attend and vote at this meeting may appoint a proxy. Proxies, in order to be effective, must be received at Registered Office of the Company not less than forty-eight hours before the time for holding the meeting and must be duly stamped, signed and witnessed.

For CDC Account Holders/Corporate Entities

In addition to the above, the following requirements be met:

- (i) Attested copies of NIC or the passport of the beneficial owners and the proxy shall be provided with the proxy form.
- (ii) In case of a corporate entity, the Board of Directors resolution/power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Company

The proxy shall produce his original NIC or original passport at the time of attending the meeting.

پراکسی فارم (مختار نامہ)

سی ڈی سی شرکت آئی ڈی نمبر	سب اکاؤنٹ (ذیلی کھاتہ) نمبر	کمپیوٹرائزڈ قومی شناختی کارڈ نمبر	حصہ دار (شیئر ہولڈنگ)

میں/ہم _____ صاحبہ / صاحب / مس کو اپنا پراکسی مقرر کرت ہوں / کرتے ہیں، جو کہہی کے ا کی اور رکن ہیں، اور اگر وہ دستیاب نہ ہوں تو _____ صاحبہ / صاحبہ / مس کو کمپنیا کی بارز کے طور پر مینڈگمنٹ رکن اور میری / میریجا بنسید وٹلیہ کا اختیار دیتے ہیں۔ یہ پراکسی ایکسٹریکٹ لینڈ کے سالانہ جنرل اجلاس میں، جو بدھ 28 اکتوبر 2025 کو دوپہر 12 بجے منعقد ہوئی تک کسی موع شدہ اجلاس میں، میری / میری نمائندگی کرے گا۔ میرے / میرے دستخط اس _____ دن 2025 کو کیے گئے۔

گواہان

50/- روپے کارسیدی ٹکٹ یہاں چسپاں کریں

دستخط رکن
کھتی کے نمونہ دستخط سے مماثل ہونے چاہئیں۔

1:
دستخط: _____
نام: _____
پتہ: _____
کمپیوٹرائزڈ قومی شناختی کارڈ نمبر: _____

2:
دستخط: _____
نام: _____
پتہ: _____
کمپیوٹرائزڈ قومی شناختی کارڈ نمبر: _____

To:

**The Company Secretary
BECO STEEL LIMITED
79-Peco Road, Badami Bagh,
Lahore**

**AFFIX
CORRECT
POSTAGE**