



**COLONY**  
**TEXTILE MILLS**

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L I M I T E D

**CONDENSED INTERIM  
FINANCIAL INFORMATION  
FOR THE HALF YEAR ENDED  
DECEMBER 31, 2025  
(UN-AUDITED)**



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## COMPANY INFORMATION

### Board Of Directors

Mr. M. Atta Ullah Khan	(Chairman)
Mr. Fareed Mughis Sheikh	(Chief Executive Officer)
Mr. Muhammad Tariq	
Mr. Muhammad Shahzad Jamil	
Syed Aftab Hussain Naqvi	
Mr. Abdul Hakeem Khan Qasuria	
Ms. Bisma Niazi	

### Board Committees

#### Audit Committee

Mr. Abdul Hakeem Khan Qasuria	(Chairman)
Ms. Bisma Niazi	
Mr. Muhammad Shahzad Jamil	

#### HR & Remuneration Committee

Syed Aftab Hussain Naqvi	(Chairman)
Mr. Abdul Hakeem Khan Qasuria	
Mr. Muhammad Shahzad Jamil	

### Other Management Committees

#### Executive Committee

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Muhammad Tariq	
Mr. Muhammad Shahzad Jamil	

#### Technical Committee

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Muhammad Tariq	
Mr. Noor Khan	

### Social Compliance & Human Resource Committees

Mr. Fareed Mughis Sheikh	(Chairman)
Syed Aftab Hussain Naqvi	
Mr. Atta Mohyuddin Khan	

**Chief Financial Officer**

Mr. Atta Mohyuddin Khan

**Company Secretary**

Mr. Saud Haleem

**Auditors**

Ilyas Saeed & Co.

Chartered Accountants

**Legal Advisor**

BNR

Advocates and Corporate Counsel

**Registered Address**

Ismail Aiwan-e-Science Building

205 Ferozepur Road, Lahore-54600

Phone : 042-35758970-2

Fax : 042-35763247

Email : corporate@colonytextiles.com

Website: www.colonytextiles.com

**Share Registrar**

Hameed Majeed Associates (Pvt.) Limited

HM House, 7 Bank Square

Lahore.

Phone: (042) 37235081-2, Fax: 042-37358817

Email : shares@hmaconsultants.com

**Bankers**

Bank Islami Pakistan Limited

Meezan Bank Limited

Faysal Bank Limited

Habib Bank Limited

National Bank of Pakistan

Soneri Bank Limited

Standard Chartered Bank (Pakistan) Limited

Silk Bank Limited

The Bank of Punjab

United Bank Limited

Bank Makramah Limited

## DIRECTORS' REVIEW

### Dear Members,

The Board of Directors presents the interim financial statements of the Company for the half-year ended December 31, 2025, duly reviewed by the statutory auditors.

During the period under review, the Company's turnover increased to Rs. 10,331 million compared to Rs. 7,201 million in the corresponding period of the previous year. The Company recorded a gross profit of Rs. 176 million against a gross loss of Rs. 229 million in 2024, while the net loss for the period amounted to Rs. 744 million compared to Rs. 1,190 million in the same period last year. Loss per share stood at Rs. 1.49 as compared with Rs. 2.39 in the preceding year. These results reflect continued margin compression, weak demand conditions, and the cumulative impact of structural and economic pressures affecting the textile sector.

The global economic environment remains uncertain and fragile. Although inflation has moderated in certain advanced economies, elevated interest rates, geopolitical tensions, and cautious consumer spending continue to restrain demand for textile products. International buyers remain conservative in their procurement strategies; inventory adjustments in key markets have been gradual, and pricing pressures persist. In addition, evolving trade alignments, including India's Free Trade Agreement with European Union, are expected to intensify competitive pressures on Pakistan's textile exports during FY 2025–26, further constraining growth prospects.

Domestically, Pakistan's macroeconomic stabilization measures have resulted in significant cost pressures for industry. Elevated electricity and gas tariffs, frequent energy price revisions, high mark-up rates, exchange rate volatility, and inflationary trends have materially increased the cost of production across the textile value chain. The tight monetary stance maintained by the State Bank of Pakistan has led to elevated financing costs, placing substantial strain on working capital management.

Moreover, delays in the processing of sales tax refunds and strict enforcement actions undertaken by the Federal Board of Revenue have further constrained liquidity across the sector. The accumulation of receivables, combined with limited access to affordable credit, has disrupted operational cash flows and weakened financial stability throughout the industry. High input costs, volatility in raw material prices, capacity underutilization, and intense regional competition have collectively created an environment of sustained financial stress for textile enterprises.

The textile industry is currently navigating one of its most challenging periods in recent years. Energy tariffs remain uncompetitive in comparison to regional economies, eroding export competitiveness. Structural inefficiencies, compliance requirements in international markets, and persistent cost inflation continue to weigh heavily on performance. Without meaningful structural reforms in energy pricing, taxation, and export facilitation, the pace of recovery is likely to remain slow and uncertain.

The management fully recognizes the seriousness of the Company's financial position and the operational constraints experienced during the period. Discussions are actively underway with financial institutions regarding our debt-to-assets swap arrangement aimed at stabilizing the balance sheet and restoring financial sustainability. While the restructuring process is complex and subject to regulatory and institutional approvals, management remains strongly committed to its successful implementation. At the same time, strict cost control measures, operational rationalization, and efficiency improvements are being pursued to preserve liquidity and maintain operational continuity.

The near-term outlook remains challenging amid weak global demand and persistent domestic cost pressures. The Company continues to operate in a constrained environment where prudent financial management and operational discipline are critical. The Board remains committed to taking all necessary measures to safeguard stakeholders' interests and to position the Company for stabilization and recovery.

The Directors place on record their appreciation for the continued support and cooperation extended by the Company's financial institutions, as well as the resilience, dedication, and sustained efforts of the management and employees during this exceptionally demanding period.

For and on behalf of the board



**Abdul Hakeem Khan Qasuria**

**Director**

**Lahore**  
**February 28, 2026**



**Fareed Mughis Sheikh**

**Chief Executive Officer**

**Independent Auditor's Review Report  
To the members of Colony Textile Mills Limited  
Report on Review of Condensed Interim Financial Statements**

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Colony Textile Mills Limited ("the company")** as at 31 December 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the half year ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of this condensed interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

**Scope of Review**

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

**Conclusion**

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

**Emphasis of Matters**

We draw attention to note 2.2 to the condensed interim financial statements, which indicates that the Company incurred a net loss of Rs. 743.609 million during the half year ended 31 December 2025. As at 31 December 2025 accumulated losses were Rs. 3,885.747 million and as at that date current liabilities of the Company exceeded its current assets by Rs. 5,229.640 million, these events or conditions, along with the other matters as set forth in note 2.2, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

**Other Matters**

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended 31 December 2025 and 31 December 2024 have not been reviewed, as we are required to review only the cumulative figures for the half year ended 31 December 2025.

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

**Dated: 28 February 2026**  
**Lahore**  
**UDIN No.: RR202510278c3dOwZ90h**



**Ilyas Saeed & Co.**  
**Chartered Accountants**

**CONDENSED INTERIM STATEMENT OF  
FINANCIAL POSITION (UN-AUDITED)  
AS AT 31 DECEMBER 2025**

		Un-audited 31-Dec-25 (Rupees in '000')	Audited 30-Jun-25 (Rupees in '000')
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital and Reserves</b>			
Authorized share capital 530,000,000 (30 June 2025: 530,000,000) ordinary shares of Rs. 10 each		5,300,000	5,300,000
Issued, subscribed and paid up capital		4,980,100	4,980,100
Reserve arising on amalgamation		3,156,388	3,156,388
Revaluation surplus on property, plant and equipment		5,037,614	19,594
Director's loan	7	120,000	120,000
General reserves		4,702	4,702
Unappropriated profit		(3,885,755)	(3,181,912)
Surplus on remeasurement of investments		1,138	1,101
		9,414,187	5,099,973
<b>Non Current Liabilities</b>			
Long term financing	8	5,295,129	5,692,279
Deferred liabilities		6,525,939	4,673,194
		11,821,068	10,365,473
<b>Current Liabilities</b>			
Trade and other payables		6,515,100	7,047,400
Short term borrowings	9	1,503,227	1,510,455
Accrued mark-up		756,248	684,879
Unclaimed dividend		94	94
Current portion of long term liabilities		2,316,004	1,978,679
Provision for taxation		200,504	280,915
		11,291,177	11,502,422
Contingencies and commitments	10	-	-
		32,526,432	26,967,867
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	11	24,108,118	18,152,911
Right of use assets	12	71,937	73,782
Investment property		1,793,179	1,793,180
Long term investments	13	429,119	289,964
Long term deposits		62,542	55,541
		26,464,895	20,365,378
<b>Current Assets</b>			
Stores, spare parts and loose tools		273,173	281,891
Stock in trade	14	2,846,824	2,919,461
Trade debts		115,156	149,079
Loans and advances		224,060	194,383
Trade deposits and short term prepayments		120,626	102,748
Other financial assets	15	54	41
Tax refunds due from the government		2,416,841	2,908,145
Cash and bank balances		64,803	46,741
		6,061,537	6,602,489
		32,526,432	26,967,867

The annexed notes from 01 to 24 form an integral part of this condensed interim financial information.



Chief Financial Officer



Director



Chief Executive Officer

**CONDENSED INTERIM STATEMENT OF  
PROFIT OR LOSS (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	Note	Half year ended		Quarter ended	
		31-Dec		31-Dec	
		2025	2024	2025	2024
		(Rupees in '000')	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')
Sales - net	16	10,331,199	7,201,328	5,168,932	4,016,180
Cost of sales	17	(10,155,694)	(7,429,868)	(5,208,343)	(4,147,516)
Gross (loss)/profit		175,505	(228,540)	(39,411)	(131,335)
Operating expenses:					
Distribution cost		(104,315)	(72,880)	(36,969)	(31,478)
Administrative expenses		(147,168)	(206,027)	(60,002)	(140,537)
		(251,483)	(278,907)	(96,971)	(172,015)
Operating (loss)/profit		(75,977)	(507,447)	(136,381)	(303,350)
Finance cost	18	(722,754)	(755,143)	(360,624)	(363,484)
Other Operating Charges		(3,305)	(645)	(3,305)	(645)
		(726,059)	(755,788)	(363,929)	(364,129)
Other income	19	189,698	163,259	81,612	147,338
(Loss)/Profit before taxation		(612,338)	(1,099,976)	(418,698)	(520,141)
Taxation		(131,279)	(89,534)	(66,490)	(53,673)
<b>Net (Loss)/profit for the period</b>		<b>(743,617)</b>	<b>(1,189,510)</b>	<b>(485,188)</b>	<b>(573,814)</b>
(Loss)/Earnings per share - basic and diluted (Rupees)		(1.49)	(2.39)	(0.97)	(1.15)

The annexed notes from 01 to 24 form an integral part of this condensed interim financial information.



Chief Financial Officer



Director



Chief Executive Officer

**CONDENSED INTERIM STATEMENT OF  
COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	Half year ended		Quarter ended	
	31-Dec		31-Dec	
	2025	2024	2025	2024
Note	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')	(Rupees in '000')
(Loss)/Profit for the period	(743,617)	(1,189,510)	(485,188)	(573,814)
<b>Other comprehensive income:</b>				
Revaluation gain	6,275,400	-	-	-
Deferred tax impact	(1,217,606)	-	-	-
	5,057,794	-	-	-
Items that may be reclassified to profit or loss statement:				
- Net fair value gain / (loss) on investment measured at FVTOCI	37	131	37	131
<b>Total comprehensive (loss)/income for the period</b>	<b>4,314,215</b>	<b>(1,189,379)</b>	<b>(485,151)</b>	<b>(573,683)</b>

The annexed notes from 01 to 24 form an integral part of this condensed interim financial information.



Chief Financial Officer



Director



Chief Executive Officer

**CONDENSED INTERIM STATEMENT OF  
CASH FLOWS (UN-AUDITED)  
FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	31-Dec-25 (Rupees in '000')	31-Dec-24 (Rupees in '000')
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) for the period before taxation	(612,338)	(1,099,976)
Adjustments for:		
Provision for staff retirement benefits	48,000	108,000
Depreciation on operating assets	462,567	435,895
Finance cost	722,754	755,143
(Profit) / loss from investment in IL	(139,118)	(121,828)
(Profit) / loss on remeasurement of investments	(14)	(10)
(Gain) on disposal of property, plant and equipment	(2,800)	(1,411)
	1,091,389	1,175,790
Operating cash flows before working capital changes	479,052	75,814
<b>Changes in working capital:</b>		
(Increase) / decrease in current assets:		
Stores, spare parts and loose tools	8,718	114,744
Stock in trade	72,637	204,613
Trade debts	33,923	(79,321)
Loans, advances, deposits and other receivables	393,767	(41,588)
Increase / (decrease) in current liabilities:		
Trade and other payables	(532,299)	(53,827)
	(23,254)	144,620
Cash generated from operating activities	455,798	220,434
Finance cost paid	(30,569)	(14,869)
Staff retirement benefits paid	(33,676)	(83,139)
Income tax paid	(161,708)	(129,411)
	(225,953)	(227,419)
Net cash generated from operating activities	229,845	(6,985)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(142,079)	(2,327)
Long term deposits	(7,001)	-
Proceeds from disposal of property, plant and equipment	4,350	1,465
Net cash used in investing activities	(144,730)	(862)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long term finances repaid	(59,825)	(9,848)
Lease finance - net	-	-
Short term borrowings - net	(7,228)	(14,854)
Net cash used in financing activities	(67,053)	(24,703)
Net (decrease) / increase in cash and cash equivalents	18,062	(32,549)
Cash and cash equivalents at beginning of the period	46,741	87,878
Cash and cash equivalents at end of the period	64,803	55,329

The annexed notes from 01 to 24 form an integral part of this condensed interim financial information.



Chief Financial Officer



Director



Chief Executive Officer

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

	Ordinary share capital	Reserve arising on amalgamation	Revaluation surplus on property, plant and equipment	Director's loan	Revenue reserves		Surplus on remeasurement of investments	Total
					General reserves	Unappropriated profit / (loss)		
Rupees in ('000')								
Balance as at 01 July 2024 (Audited)	4,980,100	3,156,388	19,594	120,000	4,702	(931,689)	819	7,349,914
<b>Total comprehensive income:</b>								
Profit for the half year ended 31 December 2024	-	-	-	-	-	(1,189,510)	-	(1,189,510)
<b>Other comprehensive income:</b>								
- Net fair value gain on investment measured at FVTOCI	-	-	-	-	-	-	131	131
	-	-	-	-	-	(1,189,510)	131	(1,189,379)
Balance as at 31 December 2024 (Un-audited)	4,980,100	3,156,388	19,594	120,000	4,702	(2,121,199)	950	6,160,535
Profit for the half year ended 30 June 2025	-	-	-	-	-	(1,044,504)	-	(1,044,504)
<b>Other comprehensive income:</b>								
- Remeasurement of defined benefit obligation	-	-	-	-	-	(16,209)	-	(16,209)
- Net fair value gain/(loss) on investment measured at FVTOCI	-	-	-	-	-	-	151	151
Total comprehensive income for the period	-	-	-	-	-	(1,060,713)	151	(1,060,562)
Balance as at 01 July 2025 (Audited)	4,980,100	3,156,388	19,594	120,000	4,702	(3,181,912)	1,101	5,099,973
<b>Total comprehensive income:</b>								
Profit for the half year ended 31 December 2025	-	-	-	-	-	(743,617)	-	(743,617)
- Surplus on revaluation of property, plant and equipment	-	-	5,057,794	-	-	-	-	-
- Incremental depreciation for the year on surplus on revaluation of property, plant and equipment	-	-	(39,774)	-	-	39,774	-	-
- Remeasurement of defined benefit obligation	-	-	-	-	-	-	-	-
- Net fair value gain on investment measured at FVTOCI	-	-	-	-	-	-	37	37
	-	-	5,018,020	-	-	(703,843)	37	(743,580)
Balance as at 31 December 2025 (Un-audited)	4,980,100	3,156,388	5,037,614	120,000	4,702	(3,885,755)	1,138	9,414,187

The annexed notes from 01 to 24 form an integral part of this condensed interim financial information.



Chief Financial Officer



Director



Chief Executive Officer

## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE HALF YEAR ENDED 31 DECEMBER 2025

### 1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Colony Textile Mills Limited ("the Company") is a public company limited by shares having CUIN: 0074486 incorporated in Pakistan on 12 January 2011. The Company is listed on Pakistan Stock Exchange Limited. The company's registered office is located at M. Ismail Aiwan-i-Science Building, Ferozpur Road, Lahore, Pakistan. The principal activity of the company is manufacturing and sale of yarn, fabrics, garments made ups and trading in real estate.

Geographical location and addresses of major business units including mills/plants of the Company are as under:

Location	Purpose
M. Ismail Aiwan-i-Science Building, Ferozpur Road, Lahore.	Head Office
4km Raiwind Manga Road, Raiwind, District Kasur.	Weaving unit
Sher Shah Road Ismailabad, Multan.	Spinning unit

### 2. BASIS OF PREPARATION

#### 2.1 Statement of Compliance

- (a) These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standard Board (IASB) as notified under Companies Act, 2017; and
  - Provisions of and directives issued under Companies Act, 2017

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- (b) These condensed interim financial statements comprise the condensed interim statement of financial position of the company as at December 31, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with notes forming part thereof.
- (c) These condensed interim financial statements are un-audited but subject to limited scope review by the external auditors and being submitted to the shareholders as required by the Listing Regulation of Pakistan Stock Exchange Limited and Section 237 of the Companies Act, 2017.
- (d) These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements as at and for the year ended June 30, 2025. Comparative condensed interim statement of financial position has been extracted from annual financial statements for the year ended June 30, 2025, whereas comparatives for condensed interim statement of profit or loss and condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows and related notes for the half year ended December 31, 2024 have been subjected to review but not audited.

- 2.2 The Company incurred a net loss of Rs. 743.609 million during the six months period ended December 31, 2025. As at December 31, 2025 accumulated losses were Rs. 3,885.747 million (June 30, 2025: Rs. 3181.912 million) and as at that date current liabilities of the Company exceeded its current assets by Rs. 5,229.639 million (June 30, 2025: 4,899.933 million). These conditions may cast a significant doubt on the Company's ability to continue as a going concern as the Company may be unable to realise its assets and discharge its liabilities in the normal course of business.

The management of the Company has submitted a formal request along with a proposed scheme of arrangement to its lenders (bank/financial institutions) for the settlement of the Company's outstanding borrowings, including accrued mark-up, through a debt-to-asset swap arrangement.

The proposed scheme is currently under formal approval by the banks/financial institutions and is expected to be finalized and executed before the financial year-end.

Upon execution of the proposed arrangement, all outstanding financing facilities, together with related accrued mark-up, are expected to be settled through the transfer of specified assets. As a result, the Company anticipates a significant reduction in its finance costs in the foreseeable future, which is expected to materially improve its financial position and operational performance.

Based on the expected approval and execution of the debt settlement arrangement, the projected improvement in operating performance, and the continued financial support of the sponsors, management has assessed that the Company will be able to meet its obligations as they fall due and will continue as a going concern for the foreseeable future.

Accordingly, these condensed interim financial statements have been prepared on a going concern basis. The financial statements do not include any adjustments to the carrying amounts or classifications of assets and liabilities that might be necessary should the Company be unable to continue as a going concern.

**3. MATERIAL ACCOUNTING POLICY INFORMATION**

The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements for the preceding year ended 30 June 2025. This interim financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2025.

**4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the financial statements as at and for the year ended 30 June 2025. Except during the period ended September 30, 2025, the company has changed its accounting policy to carry freehold land at revalued amount and building on freehold land and plant, machinery and equipment at revalued amount less accumulated depreciation and accumulated impairment losses, if any. Previously, freehold land was carried at cost and building on freehold land and plant machinery and equipment were carried at cost less accumulated depreciation and accumulated impairment losses, if any. The Change in accounting policy has been accounted for in accordance with IAS- 16 " Property, Plant and Equipment". Had there been no change in accounting policy, figures recognised in these condensed interim financial statements would be different as follows:

	<b>Rupees"000"</b>
-Carrying amount would have been lower by	6,235,626
-Surplus on revaluation of PPE would have been lower by	5,057,794
-Deferred tax would have been lower by	1,217,606

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

**5. PRESENTATION AND FUNCTIONAL CURRENCY**

The condensed interim financial information is presented in Pak Rupees, which is the Company's functional and presentation currency.

	Note	Un-audited 31-Dec-25 (Rupees in '000')	Audited 30-Jun-25 (Rupees in '000')
<b>6. REVALUATION SURPLUS ON PROPERTY, PLANT AND EQUIPMENT</b>			
Opening balance		19,594	19,594
Revaluation surplus arise for the period		6,275,400	-
Deferred Tax		(1,217,606)	-
Incremental depreciation charged on revalued property, plant and equipment during the year transferred to retained earnings		39,774	-
Surplus realized on revaluation of property, plant and equipment realized on disposal		-	-
		<u>5,117,163</u>	<u>19,594</u>
<b>7. DIRECTORS' LOAN</b>			
Directors' loan		<u>120,000</u>	<u>120,000</u>
	7.01	<u>120,000</u>	<u>120,000</u>
<b>7.01</b>	This represents interest free loans from directors of the Company, payable at the discretion of the entity. It does not pass the liability test and thus recorded as equity at face value. It will not be re-measured subsequently. The decision by the entity at any time in future to deliver cash or any other financial asset to settle the directors' loan would be a direct debit to equity. The Company has applied TR-32 'Accounting Directors' Loan' issued by Institute of Chartered Accountants of Pakistan whose compliance was mandatory with effect from period beginning on or after 01 January 2016. Amount of Rs. 120 million is subordinated to the liabilities of financial institutions.		
		Un-audited 31-Dec-25 (Rupees in '000')	Audited 30-Jun-25 (Rupees in '000')
<b>8. LONG TERM FINANCING</b>	Note		
From banking companies - Secured		7,611,133	7,670,958
Less: Current portion shown under current liabilities		<u>2,316,004</u>	<u>1,978,679</u>
		<u>5,295,129</u>	<u>5,692,279</u>
<b>9. SHORT TERM BORROWINGS - SECURED</b>			
Short term finances availed from various banking companies / other financial institutions under mark-up arrangements aggregate to Rs. 1,503 million (30 June 2025: Rs. 1,510 million).			
<b>10. CONTINGENCIES AND COMMITMENTS</b>			
There is no significant change in the status of contingencies and commitments as reported in the audited annual financial statements for the year ended 30 June 2025.			
		Un-audited 31-Dec-25 (Rupees in '000')	Audited 30-Jun-25 (Rupees in '000')
<b>11. PROPERTY, PLANT AND EQUIPMENT</b>	Note		
Operating assets - owned	11.01	24,096,723	18,141,516
Capital work in progress	11.02	<u>11,395</u>	<u>11,395</u>
		<u>24,108,118</u>	<u>18,152,911</u>
<b>11.01 Operating assets - owned</b>			
Opening book value		18,141,516	18,655,271
<b>Additions during the period / year:</b>			
Building on freehold land		-	290
Plant, machinery and equipment		124,571	83,666
Factory tools and equipment		2,912	180
Furniture and fixtures		887	2,144
Office and hospital equipment		1,784	503
Vehicles		<u>11,925</u>	-
		142,079	86,783
Surplus on revaluation of assets		6,275,400	-
Transfer from capital work in progress during the period/year		-	271,472
Book value of assets disposed off during the period / year		(1,550)	(3,588)
Depreciation charge for the period / year		<u>(460,722)</u>	<u>(868,422)</u>
Closing book value		<u>24,096,723</u>	<u>18,141,516</u>

	Note	Un-audited 31-Dec-25 (Rupees in '000')	Audited 30-Jun-25 (Rupees in '000')
<b>11.02 Capital work-in-progress</b>			
Balance at the beginning		11,395	16,696
Addition during the period / year		-	266,171
		11,395	282,867
Less; Transfer to operating assets			
- Building on freehold land		-	10,262
- Plant, machinery and equipment		-	261,210
		-	271,472
		11,395	11,395
<b>Breakup of the closing balance of capital work-in-progress</b>			
The details are as under:			
Plant and machinery		11,395	11,395
Civil work		-	-
		11,395	11,395
<b>12. RIGHT-OF-USE ASSETS</b>			
Opening net book value (NBV)		73,782	77,665
Depreciation charge for the period / year		(1,845)	(3,883)
Closing net book value (NBV)		71,937	73,782
<b>13. LONG TERM INVESTMENTS</b>			
At fair value through statement of profit or loss designated on initial recognition			
- Investment in Imperial Limited		427,507	288,389
At fair value through other comprehensive income			
		1,612	1,575
		429,119	289,964
<b>14. STOCK IN TRADE</b>			
<b>Textile</b>			
Raw material		530,274	681,359
Work in process		195,860	265,450
Finished goods		1,955,690	1,807,652
		2,681,824	2,754,461
<b>Real Estate Business</b>			
Land held for development and resale		165,000	165,000
		2,846,824	2,919,461
<b>15. OTHER FINANCIAL ASSETS</b>			
Other financial assets	15.01	54	41

15.01 These include shares of listed companies classified at fair value through statement of profit or loss.

Dec 2025	June 2025	Quoted - at fair value	Un-audited 31-Dec-25 (Rupees in '000')	Audited 30-Jun-25 (Rupees in '000')
<b>No. of Shares / Bonds</b>				
89	89	Oil and Gas Development Company Limited	25	20
250	250	Maple Leaf Cement Factory Limited	29	21
339	339		54	41

16. SALES - NET	Note	Half year ended		Quarter ended	
		31-Dec-25 (Rupees in '000')	31-Dec-24 (Rupees in '000')	31-Dec-25 (Rupees in '000')	31-Dec-24 (Rupees in '000')
Local		10,062,579	6,645,653	5,026,242	3,776,764
Export		282,303	577,528	150,894	249,004
		<u>10,344,883</u>	<u>7,223,181</u>	<u>5,177,137</u>	<u>4,025,768</u>
Commission		(13,683)	(21,853)	(8,205)	(9,588)
		<u>10,331,199</u>	<u>7,201,328</u>	<u>5,168,932</u>	<u>4,016,180</u>
17. COST OF SALES	Note	Un-audited 31-Dec-25 (Rupees in '000')	Un-audited 31-Dec-24 (Rupees in '000')	Un-audited 31-Dec-25 (Rupees in '000')	Un-audited 31-Dec-24 (Rupees in '000')
Raw material consumed		5,268,641	2,235,625	2,832,242	1,501,696
Stores consumed		263,167	505,012	114,387	218,397
Staff salaries, wages and benefits		684,970	822,008	342,414	430,925
Power and fuel		3,545,114	3,451,088	1,759,620	1,806,599
Insurance		21,157	28,841	10,624	16,526
Depreciation		451,093	427,821	243,679	213,900
		<u>10,234,142</u>	<u>7,470,397</u>	<u>5,302,966</u>	<u>4,188,045</u>
Work in process:					
Opening		265,450	420,267	266,974	430,269
Closing		(195,860)	(421,793)	(195,860)	(421,793)
		<u>69,590</u>	<u>(1,526)</u>	<u>71,114</u>	<u>8,476</u>
Cost of goods manufactured		<u>10,303,732</u>	<u>7,468,871</u>	<u>5,374,080</u>	<u>4,196,521</u>
Finished goods:					
Opening stock		1,807,652	2,828,680	1,789,954	2,818,678
Closing stock		(1,955,690)	(2,867,683)	(1,955,690)	(2,867,683)
		<u>(148,038)</u>	<u>(39,003)</u>	<u>(165,736)</u>	<u>(49,005)</u>
Real estate					
Opening		165,000	165,000	165,000	165,000
Closing		(165,000)	(165,000)	(165,000)	(165,000)
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cost of sales		<u>10,155,694</u>	<u>7,429,868</u>	<u>5,208,344</u>	<u>4,147,516</u>
18. FINANCE COST					
Accrued during the period		722,754	755,143	360,624	363,484
		<u>722,754</u>	<u>755,143</u>	<u>360,624</u>	<u>363,484</u>
19. OTHER INCOME					

This includes profit on bank deposits, rental income and exchange gains.

#### 20. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of subsidiary, associated companies, other related companies, key management personnel. The Company in the normal course of business carries out transactions with various related parties.

#### 21. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including currency risk and interest rate risk).

The condensed interim financial information does not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the year ended 30 June 2025.

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

The carrying value of all financial assets and liabilities reflected in the condensed interim financial information approximate their fair value.

**21.01 Fair value hierarchy**

Following are three levels in fair value hierarchy that reflect the significance of the inputs used in measurement of fair values of financial instruments.

Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Inputs for asset or liability that are not based on observable market data (unobservable inputs).

The Company has financial assets at fair value of Rs. 282 thousand (June 30, 2025: 282 thousand) which is valued under level 3 valuation method.

**22. SEGMENT INFORMATION**

The Company has two reportable business segments. The following summary describes the operation in each of the company's reportable segments:

- Spinning: Production of different qualities of yarn using cotton and man-made fibres.
- Weaving: Production of different qualities of greige fabric using cotton and man-made fibre yarn.

Transactions among the business segments are recorded at cost. Inter segment sales and purchases have been eliminated from the total.

Half year ended					
Spinning		Weaving		Total Company	
31-Dec-25	31-Dec-24	31-Dec-25	31-Dec-24	31-Dec-25	31-Dec-24

----- Rupees in '000' -----

Sales:

Total sales	9,670,733	6,097,176	660,466	1,154,060	10,331,199	7,251,236
Inter segment	-	(49,908)	-	-	-	(49,908)
External sales	9,670,733	6,047,268	660,466	1,154,060	10,331,199	7,201,328
Cost of sales	(9,533,416)	(6,187,921)	(622,278)	(1,241,947)	(10,155,694)	(7,429,868)
Gross profit	137,317	(140,653)	38,188	(87,887)	175,505	(228,540)
Distribution cost	(67,805)	(43,728)	(36,510)	(29,152)	(104,315)	(72,880)
Administrative expenses	(100,074)	(123,616)	(47,094)	(82,411)	(147,168)	(206,027)
	(167,879)	(167,344)	(83,604)	(111,563)	(251,483)	(278,907)
	(30,562)	(307,997)	(45,416)	(199,450)	(75,978)	(507,447)
Finance cost	(433,652)	(453,086)	(289,102)	(302,057)	(722,754)	(755,143)
	(464,215)	(761,083)	(334,517)	(501,507)	(798,732)	(1,262,590)

**Unallocated income and expenses:**

Other income	189,698	163,259
Other operating charges	(3,305)	(645)
(Loss) / profit before tax	(612,339)	(1,099,976)
Taxation	(131,279)	(89,534)
(Loss) / profit for the period	(743,618)	(1,189,510)
Other comprehensive income:		
Revaluation gain net of taxation	5,057,794	-
(Loss) / profit on remeasurement of investments	37	131
Total comprehensive profit for the period	4,314,214	(1,189,379)

Quarter ended					
Spinning		Weaving		Total Company	
31-Dec-25	31-Dec-24	31-Dec-25	31-Dec-24	31-Dec-25	31-Dec-24

----- Rupees in '000' -----

## Sales:

Total sales	4,816,503	3,400,506	352,429	658,452	5,168,932	4,058,958
Inter segment	-	(42,778)	-	-	-	(42,778)
External sales	4,816,503	3,357,728	352,429	658,452	5,168,932	4,016,180
Cost of sales	(4,852,799)	(3,440,899)	(355,544)	(706,618)	(5,208,343)	(4,147,517)
Gross profit	(36,296)	(83,171)	(3,113)	(48,166)	(39,411)	(131,337)
Distribution cost	(27,397)	(18,887)	(9,572)	(12,591)	(36,969)	(31,478)
Administrative expenses	(47,775)	(84,322)	(12,227)	(56,215)	(60,002)	(140,537)
	(75,172)	(103,209)	(21,799)	(68,806)	(96,971)	(172,015)
	(111,468)	(186,380)	(24,912)	(116,969)	(136,382)	(303,349)
Finance cost	(216,374)	(218,091)	(144,250)	(145,393)	(360,624)	(363,484)
	(327,843)	(404,471)	(169,161)	(262,362)	(497,006)	(666,833)

**Unallocated income and expenses:**

Other income	81,612	147,338
Other operating charges	(3,305)	(645)
(Loss) / profit before tax	(418,698)	(520,143)
Taxation	(66,490)	(53,673)
(Loss) / profit for the period	(485,188)	(573,816)
Other comprehensive income:		
Revaluation gain net of taxation	-	-
Profit / (loss) on remeasurement of investments	37	131
Total comprehensive loss for the period	(485,151)	(573,685)

Reconciliation of reportable segment assets and liabilities

Spinning		Weaving		Total Company	
31-Dec-25	30-Jun-25	31-Dec-25	30-Jun-25	31-Dec-25	30-Jun-25

----- Rupees in '000' -----

<b>Total assets for reportable segments</b>	13,299,030	9,842,414	10,881,025	8,384,279	24,180,055	18,226,693
<b>Unallocated assets:</b>						
Investment property					1,793,179	1,793,180
Long term investments					429,119	289,964
Cash and bank balances					64,803	46,741
Other corporate assets					6,059,277	6,611,289
Total assets as per statement of financial position					<u>32,526,432</u>	<u>26,967,867</u>
<b>Unallocated liabilities:</b>						
Directors' subordinant loan					120,000	120,000
Provision for taxation					200,504	280,915
Other corporate liabilities					32,205,928	26,566,952
Total liabilities as per statement of financial position					<u>32,526,432</u>	<u>26,967,867</u>

In light of the numerous ongoing challenges and substantial losses, the company has made the difficult decision to shut down its Weaving Division, effective January 31, 2025. However, management is exploring various sustainable options for this division and is considering the possibility of running the unit in parts or as a whole, if a viable opportunity arises.

**23. DATE OF AUTHORIZATION FOR ISSUE**

This condensed interim financial information was authorized for issue on 28 February 2026 by the Board of Directors of the Company.

**24. GENERAL**

- Corresponding figures have been re-arranged, wherever necessary, to the facilitation of comparison.
- Figures in this condensed interim financial information have been rounded-off to the nearest rupee in thousand except where stated otherwise.



Chief Financial Officer



Director



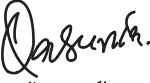
Chief Executive Officer


ٹیکسٹائل کی صنعت اس وقت حالیہ برسوں کے اپنے سب سے مشکل مراحل میں سے ایک سے گزر رہی ہے۔ توانائی کے محصولات علاقائی معیشتوں کے مقابلے میں غیر مسابقتی ہیں، جو برآمدی مقابلہ بازی کو کمزور کر رہے ہیں۔ ساختی خامیاں، بین الاقوامی مارکیٹوں میں تعیل کے تقاضے، اور مسلسل لاگت میں اضافہ کارکردگی پر بھاری اثر ڈال رہے ہیں۔ توانائی کی قیمتوں، ٹیکس لگانے، اور برآمدات کے فروغ میں معنی خیز ساختی اصلاحات کے بغیر، بحالی کی رفتار ممکنہ طور پر سست اور غیر یقینی ہی رہنے کا امکان ہے۔

انتظامیہ کمپنی کی مالی صورتحال کی سنگینی اور اس مدت کے دوران پیش آنے والی عملی مشکلات کو بخوبی تسلیم کرتی ہے۔ مالی اداروں کے ساتھ ہمارے قرض کو اثاثوں میں تبدیل کرنے کے انتظام کے بارے میں بات چیت فعال طور پر جاری ہے جس کا مقصد بیلنس شیٹ کو مستحکم کرنا اور مالی پائیداری کو بحال کرنا ہے۔ اگرچہ تنظیم نو کا عمل پیچیدہ ہے اور اس پر قواعد و ضوابط اور ادارہ جاتی منظور یوں کا انحصار ہے، انتظامیہ اس کے کامیاب نفاذ کے لیے مضبوط عزم رکھتی ہے۔ اسی وقت، نقدی قائم رکھنے اور آپریشن کے تسلسل کو برقرار رکھنے کے لیے سخت لاگت کنٹرول اقدامات، عملیاتی اصلاحات، اور کارکردگی میں بہتری کی کوششیں جاری ہیں۔

قریب المدتی منظر نامہ غیر ملکی کمزور طلب اور مسلسل گھریلو لاگت کے دباؤ کے درمیان مشکل رہتا ہے۔ کمپنی محدود ماحول میں کام جاری رکھے ہوئے ہے جہاں محتاط مالی انتظام اور عملی نظم و ضبط انتہائی اہمیت کے حامل ہیں۔ بورڈ تمام ضروری اقدامات کرنے کے لیے پُر عزم ہے تاکہ اسٹیک ہولڈرز کے مفادات کا تحفظ کیا جاسکے اور کمپنی کو استحکام اور بحالی کے لیے تیار کیا جاسکے۔ ڈائریکٹرز کمپنی کے مالیاتی اداروں کی جانب سے جاری تعاون اور امداد کے لیے اپنی قدر دانی کا اظہار کرتے ہیں، نیز اس غیر معمولی مشکل دور کے دوران انتظامیہ اور ملازمین کے عزم، لگن، اور مسلسل محنت کی بھی تعریف کرتے ہیں۔

### منجانب بورڈ آف ڈائریکٹرز

  
عبدالحکیم خان  
ڈائریکٹر

  
فرید معیث  
چیف ایگزیکٹو آفیسر

لاہور

28 فروری 2026ء

## ڈائریکٹرز کی جائزہ رپورٹ

### معزز ممبران

بورڈ آف ڈائریکٹرز 31 دسمبر 2025ء کو ختم ہونے والے نصف سال کے لیے کمپنی کے عبوری مالی بیانات آڈیٹرز کی جائزہ رپورٹ کے ساتھ پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

زیر جائزہ مدت کے دوران، کمپنی کا کاروبار 10,331 ملین روپے تک اضافہ ہو گیا، جب کہ پچھلے سال کے اسی عرصے میں یہ 7,201 ملین روپے تھا۔ کمپنی نے مجموعی منافع 176 ملین روپے ریکارڈ کیا، جو کہ 2024ء میں 229 ملین روپے کے مجموعی نقصان کے مقابلے میں ہے، جبکہ اس مدت کے لیے خالص نقصان 744 ملین روپے رہا، جو کہ گزشتہ سال اسی مدت میں 1,190 ملین روپے تھا۔ فی شیئر نقصان 1.49 روپے رہا جبکہ گزشتہ سال یہ 2.39 روپے تھا۔ یہ نتائج جاری مارجن میں کمی، کمزور طلب کی صورت حال، اور ٹیکسٹائل سیکٹر پر اثر انداز ہونے والے ساختی اور اقتصادی دباؤ کے مجموعی اثرات کی عکاسی کرتے ہیں۔

عالمی اقتصادی ماحول غیر یقینی اور نازک بنا ہوا ہے۔ اگرچہ کچھ ترقی یافتہ معیشتوں میں مہنگائی میں کمی آئی ہے، بلندی شرح سود، جغرافیائی سیاسی تنازعات، اور محتاط صارف خرچ اب بھی ٹیکسٹائل مصنوعات کی طلب کو محدود کر رہے ہیں۔ بین الاقوامی خریدار اپنی خریداری کی حکمت عملیوں میں محتاط رہتے ہیں، اہم بازاروں میں اسٹاک ایڈجسٹمنٹ بتدریج ہو رہی ہیں، اور قیمتوں پر دباؤ برقرار ہے۔ اس علاوہ، تجارتی ترتیب میں تبدیلیاں، بشمول بھارت کا یورپی یونین کے ساتھ آزاد تجارتی معاہدہ، متوقع ہیں کہ مالی سال 2025-26ء کے دوران پاکستان کی ٹیکسٹائل برآمدات پر مسابقتی دباؤ کو بڑھائیں، جس سے ترقی کے امکانات مزید محدود ہوں گے۔

ملکی سطح پر، پاکستان کے معاشی استحکام کے اقدامات نے صنعت پر قابل ذکر لاگت کے دباؤ پیدا کیے ہیں۔ بجلی اور گیس کے بڑھتے ہوئے نرخ، توانائی کی قیمتوں میں بار بار تبدیلی، زیادہ منافع کی شرحیں، کرنسی کی شرح میں اتار چڑھاؤ، اور مہنگائی کے رجحانات نے ٹیکسٹائل ویلیو چین میں پیداواری لاگت کو نمایاں طور پر بڑھا دیا ہے۔ پاکستان کے اسٹیٹ بینک کی جانب سے اپنائی گئی سخت مالیاتی پالیسی نے فنانشنگ کی لاگت میں اضافہ کر دیا ہے، جس سے ورکنگ کیپٹل کے انتظام پر شدید دباؤ پڑا ہے۔

مزید برآں، ہیلز ٹیکسٹائل ریفرنڈم کے عمل میں تاخیر اور فیڈرل بورڈ آف ریونیو کی جانب سے سخت نفاذی کارروائیوں نے اس شعبے میں لیکویڈٹی کو مزید محدود کر دیا ہے۔ بقایا جات کے جمع ہونے اور سستے قرض تک محدود رسائی کے ساتھ مل کر، صنعت کے دوران آپریشنل کیش فلو کو متاثر کیا ہے اور مالی استحکام کو کمزور کیا ہے۔ اعلیٰ درجے کی ان پٹ لاگت، خام مال کی قیمتوں میں اتار چڑھاؤ، پیداواری صلاحیت کا کم استعمال، اور شدید علاقائی مسابقت نے مل کر ٹیکسٹائل کمپنیوں کے لیے مسلسل مالی دباؤ کا ماحول پیدا کر دیا ہے۔



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