

ANNUAL REPORT

AUDITED

YEAR ENDED

JUNE 30, 2025



YOUSAF WEAVING MILLS
LIMITED

VISION

To achieve for excellence in textile through commitment, integrity, team work and professionalism.

MISSION

The mission of the company is to achieve customer's satisfaction with provision of quality products, attain sustainable profitability and ensure ample return to share holders. The company believes to achieve growth by employing technological improvements with effective utilization of human resources.

YOUSAF WEAVING MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Mst. Alia Khanum	(Chairman)
Khawaja Mohammad Nadeem	(Chief Executive)
Khawaja Shahzad Younus	(Director)
Mr. Muhammad Amjad	(Director)
Mr. Shuqran Ahmed Khan	(Director)
Mr. Faisal Qaiyum	(Independent Director)
Mr. Abbas Ali	(Independent Director)

AUDIT COMMITTEE

Mr. Faisal Qaiyum	(Chairman)
Mr. Muhammad Amjad	(Member)
Khawaja Shahzad Younus	(Member)

HR & REMUNERATION COMMITTEE

Mr. Faisal Qaiyum	(Chairman)
Mr. Muhammad Amjad	(Member)
Mr. Shuqran Ahmed Khan	(Member)

COMPANY SECRETARY

Mr. Nadeem Anwar	(ACA)
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CHIEF FINANCIAL OFFICER

Mr. Tahir Tajamal

BANKERS

Habib Metro Bank Limited
National Bank of Pakistan
The Bank of Punjab
Meezan Bank Limited

AUDITORS

Saeed Ul Hassan & Co.
Chartered Accountants
TAMC Building, 27-C3 1st Floor MM Alam Road,
Gulberg, Lahore, Pakistan

CORPORATE & REGISTERED OFFICE

7/1-E-3 Main Boulevard Gulberg III, Lahore
Tel : (042) 35717510
Fax : (042) 35755760

SHARE REGISTRARS

Corp link (Pvt) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel: (042) 35839182
Fax: (042) 35869037

Weaving unit

49-Kilometer
Multan Road, Bhai Pheru
Tel: (04943) 540083-4

Spinning unit

7-Kilometer
Multan Road, Pattoki
Tel: (04943) 540083-4



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Web: www.yousafweaving.com

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 38th Annual General Meeting of members of YOUSAF WEAVING MILLS LIMITED (the "Company") will be held at the Registered Office of the Company situated at 7/1 E-3, Main Boulevard, Gulberg III, Lahore on Tuesday, October 28, 2025 at 10:00 a.m. to transact the following business :-

Ordinary Business:

1. To confirm the minutes of last EOGM held on March 04, 2025.
2. To receive and adopt the audited accounts of the Company for the year ended June 30, 2025, together with the reports of Directors and Auditor's report thereon.
3. To appoint auditors for the year ending June 30, 2026 and to fix their remuneration.
4. To transact any other business which may be brought forward with the permission of the Chair.

Lahore:

October 07, 2025

NADEEM ANWAR

Company Secretary

NOTES:

1. The share transfer books for ordinary shares of the Company will be closed from 21-10-2025 to 28-10-2025 (both days inclusive). Valid transfer(s) received in order by our Share Registrar, Corplink (Pvt.) Limited, Wings Arcade, 1-K Commercial, Model Town, Lahore by the closure of business on October 20, 2025 will be in treated in time. The same or any change in address, if any, alongside valid copy of CNIC for filing annual return of Company be sent to our share registrar M/s. Corplink (Pvt.) Limited, Wings Arcade, 1-K, Commercial, Model Town, Lahore. Tel: 042-35839182.
2. A member entitled to attend and vote at the General Meeting is entitled to appoint another member as proxy. Proxies, in order to be effective, must be received at the Company's registered office not less than forty eight (48) hours before the time of meeting. Members through CDC appointing proxies must attach attested copy of their Computerized National Identity Card (CNIC) or Passport with the proxy form.
3. The shareholders through CDC, who wish to attend the Annual General Meeting, are requested to please bring, original CNIC. CDC account holder will further have to follow the guidelines as laid down in Circular No. 1 dated January 26, 2000 issued by the Securities and Exchange Commission of Pakistan.
4. In case of corporate entity, certified copy of the board of directors' resolution / power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form of the Company.
5. The Company has previously discharged responsibility under Section 244 of the Companies Act, 2017 in respect of un-claimed dividends, where by the Company approached shareholders to claim their un-claimed dividends in accordance with the law. Any Shareholder whose dividends are still unclaimed, are hereby once again



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requested to approach the Company with all necessary details immediately, to claim their outstanding dividend amounts. In case no claim is received, the Company shall proceed in accordance with the applicable law.

6. The financial statements for the year ended June 30, 2025 shall be uploaded on the Company's website www.yousafweavingmills.com twenty one days prior to the date of holding of annual general meeting.
7. Pursuant to SECP Notification S.R.O. 787(I)/ 2014 dated September 8, 2014, members may inform the Company to receive the Audited Financial Statements and notices through e-mail by submitting Standard Request Form available on Company's website.
8. If the Company receives consent from the members holding at least 10% shareholding residing in a city, to participate in the meeting through video-link at least 07 days prior to date of the meeting, the Company will arrange facility of video-link in that city subject to availability of such facility in that city.
9. Members are requested to promptly notify the Company of any change in their registered address.
10. Members are requested to please observe covid safety measures as issued by the Government of Pakistan.
11. The shareholders having physical shares are encouraged to place their physical shares into electronic form as Section 72(2) of the Companies Act, 2017 states that "Every existing company shall be required to replace its physical shares with book-entry form in a manner as may be specified and from the date notified by SECP, within a period not exceeding four years from the commencement of the Act".

Conversion of physical shares into Book-Entry Form would facilitate the shareholders in many ways i.e. safe custody of shares, readily available market for instant sale and purchase of shares, eliminate risk of loss & damage, easy and safe transfer with lesser formalities as compared to physical shares. The shareholders of the Company may contact Share Registrar of the Company for assistance in conversion of physical shares into Book-Entry Form.

12. In compliance with the directives of the Securities and Exchange Commission of Pakistan (SECP), the members are hereby informed that the Company will not distribute any gifts, hampers, or other giveaways at the upcoming Annual General Meeting.

یوسف و یونگ ملز لمیٹڈ

E-3/7/1، مین بلیوارڈ، گلبرگ III، لاہور



سالانہ اجلاس عام

بذریعہ نوٹس بنام مطلع کیا جاتا ہے کہ یوسف و یونگ ملز لمیٹڈ کے ارکان کا 38 واں سالانہ اجلاس عام کمپنی کے رجسٹرڈ دفتر بواقع E-3/7/1 مین بلیوارڈ، گلبرگ III، لاہور میں بروز منگل 28 اکتوبر 2025 کو صبح 10:00 بجے درج ذیل امور کیلئے منعقد ہوگا۔

عمومی امور

- 1- 04 مارچ 2025 کو منعقد و گزشتہ غیر معمولی اجلاس عام کی کارروائی کی توثیق کرنا۔
- 2- 30 جون 2025 کو ختم ہونے والے سال کیلئے کمپنی کے نظریاتی شدہ حسابات و سودان پر ڈائریکٹرز اور آڈیٹرز کی رپورٹ کی وصولی اور منظوری دینا۔
- 3- 30 جون 2026 کو ختم ہونے والے سال کیلئے آڈیٹرز کا تقرر اور ان کے مشاورہ کا تعین کرنا۔
- 4- صاحب صدر کی اجازت سے کوئی دیگر امور جو آگے لائے جاسکتے ہیں۔

لاہور:

ندیم انور

کمپنی سیکرٹری

107 اکتوبر 2025ء

نوٹس:

- 1- کمپنی کے عام حصص کی منتقلی کتاب میں 21 اکتوبر 2025ء تا 28 اکتوبر 2025ء (بشمول ہر دو ایام) بند رہیں گی۔ کارآمد مشنیاں ہمارے شیئر رجسٹرار، کارپ لنک (پرائیویٹ) لمیٹڈ، گلبرگ آرکیڈ، 1-K، کمرشل، ماڈل ٹاؤن، لاہور کو 20 اکتوبر 2025ء کو کاروبار کے اختتام تک وصول ہونے والی بروقت تصدیق ہوگی۔ یہ یا اس میں کوئی تبدیلی ہو، بعد کارآمد CNIC کی کاپی کمپنی کے سالانہ ریزروں فائلنگ کیلئے ہمارے شیئر رجسٹرار میسرز کارپ لنک (پرائیویٹ) لمیٹڈ، گلبرگ آرکیڈ، 1-K، کمرشل، ماڈل ٹاؤن، لاہور۔ فون نمبر: 042-35839182 کو ارسال کی جانی چاہئیں۔
- 2- اجلاس عام میں شرکت اور ووٹ دینے کا اہل رکن کسی دیگر رکن کو بطور پراکسی مقرر کرنے کا اہل ہے۔ پراکسیاں، تا آئندہ موثر ہوئیں، کمپنی کے رجسٹرڈ دفتر میں اجلاس کے وقت سے کم از کم 48 گھنٹے قبل لازماً وصول ہو جانی چاہئیں۔ سی ڈی سی کے ذریعے ارکان کو پراکسیز تقرر کیلئے پراکسی فارم کے ہمراہ اپنے کمپیوٹر انٹراڈیو قومی شناختی کارڈ (CNIC) یا پاسپورٹ کی مصدقہ کاپی منسلک کرنی چاہئے۔
- 3- سی ڈی سی کے ذریعے حصص داران، جو سالانہ عام، میں شرکت کے خواہشمند ہوں، سے التماس ہے کہ اصل CNIC ہمراہ لائیں۔ سی ڈی سی اکاؤنٹ ہولڈر کو مزید برآں، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے طرف سے جاری شدہ ہر گز نمبر 1 مورخہ 26 جنوری 2000ء میں دی گئی درج ذیل ہدایات کی پیروی کرنا ہوگی۔
- 4- کارپوریت انتہائی کی صورت میں، بورڈ آف ڈائریکٹرز کی قرارداد یا مختار نامہ کی تصدیق شدہ کاپی مقدمہ و نہد تخطا کمپنی کے پراکسی فارم کے ہمراہ (اگر پہلے میٹنگس کی گئی) منع کرنا ہوگی۔
- 5- کمپنی نے پہلی کینیڈا ایکٹ 2017ء کے سیکشن 244 کے تحت غیر معمولی شدہ ڈیویڈنڈ کے سلسلے میں ذمہ داری ادا کی ہے، جب کمپنی نے قانون کے مطابق اپنے غیر معمولی شدہ ڈیویڈنڈ کا دعویٰ کرنے کے لئے شیئرز ہولڈرز سے رابطہ کیا، کوئی بھی ایسا شیئر ہولڈر جس کے ڈیویڈنڈ کا ابھی تک دعویٰ نہیں کیا گیا، اس سے ایک بار پھر درخواست کی جاتی ہے کہ وہ تمام تر تفتیحات کے ساتھ فوری طور پر کمپنی سے رابطہ کریں تاکہ وہ اپنی ہائیڈروکاربن کی رقم کا دعویٰ کر سکیں۔ کوئی دعویٰ وصول نہ ہونے کی صورت میں کمپنی قابل اطلاق قانون کے تحت آگے بڑھے گی۔
- 6- 30 جون 2025 کو ختم ہونے والے سال کیلئے مالیاتی گوشوارے کمپنی کی ویب سائٹ www.yousafweavingmills.com پر سالانہ اجلاس عام کے انعقاد کی تاریخ سے 21 یوم قبل اپ لوڈ کر دیے جائیں گے۔
- 7- SECP نوٹیفیکیشن 2014 (1) SRO 787 مورخہ 8 ستمبر 2014ء کی پیروی میں ارکان کمپنی کی ویب سائٹ پر دستیاب معیاری درخواست فارم جمع کرانے کے بذریعہ ای میل نظر ثانی شدہ مالیاتی گوشوارے اور گوشوارے وصول کرنے کیلئے کمپنی کو مطلع کر سکتے ہیں۔
- 8- اگر کمپنی شہر میں سسٹمی کم از کم 10% شیئرز ہولڈنگ کے مالک ارکان سے اجلاس میں وڈیو لنک کے ذریعے اجلاس میں شرکت کیلئے رضامندی اجلاس کی تاریخ سے کم از کم 07 یوم قبل وصول کرتی ہے، تو کمپنی اس شہر میں ایسی سہولت کی دستیابی کے حوالہ سے اس شہر میں وڈیو لنک کی سہولت کا بندوبست کرے گی۔
- 9- ارکان سے التماس ہے کہ اپنے رجسٹرڈ پتے میں کسی تبدیلی بارے کمپنی کو فی الفور مطلع فرمائیں۔
- 10- ممبران سے التماس ہے کہ وہ حکومت پاکستان کی طرف سے جاری کردہ کوڈز سے متعلقہ حفاظتی اقدامات کی پیروی کریں۔
- 11- کانڈی حصص کنندگان کی حوصلہ افزائی کی جاتی ہے کہ وہ اپنے کانڈی حصص کو الیکٹرونک شکل میں رکھیں کیونکہ کمپنیز ایکٹ 2017ء کے سیکشن 72(2) کے مطابق ہر موجودہ کمپنی کو اپنے کانڈی حصص کو SECP کی طرف مطلع کر دہ 4 طریقہ کار کے مطابق، اس ایکٹ کے آغاز سے (4) سال کے اندر اپنے کانڈی حصص کو ایک انٹری فارم کے ساتھ تبدیل کرنا ہوگا۔ کانڈی حصص کو ایک انٹری فارم میں تبدیل کرنے سے حصص کنندگان کو کئی طریقوں سے سہولت ملے گی جیسے کہ حصص کی محفوظ تحویل، حصص کی فوری فروخت اور خریداری کیلئے آسانی سے دستیاب مارکیٹ، نقصان کے خطرے میں کمی۔ محدود رکنی کاروائیوں کے ساتھ آسان اور محفوظ منتقلی وغیرہ۔ حصص کنندگان کانڈی حصص کو ایک انٹری فارم میں تبدیل کرنے کے لئے حصص رجسٹرار سے رابطہ کر سکتے ہیں۔
- 12- سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کی ہدایات کی تعمیل میں، اراکین کو مطلع کیا جاتا ہے کہ کمپنی آئندہ سالانہ اجلاس عام میں کسی قسم کے تحائف وغیرہ تقسیم نہیں کرے گی۔



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REVIEW REPORT BY THE CHAIRMAN ON THE OVERALL PERFORMANCE OF THE BOARD AND EFFECTIVENESS OF THE ROLE PLAYED BY THE BOARD IN ACHIEVING THE COMPANY'S OBJECTIVES

The Board of Directors (the Board) of Yousaf Weaving Mills Limited (YWML) has performed their duties diligently in upholding the best interest of shareholders' of the Company and has managed the affairs of the Company in an effective and efficient manner. The Board has exercised its powers and has performed its duties as stated in the Companies Act 2017 and the listed Companies (Code of Corporate Governance) regulations, 2019.

- The Board has actively participated in strategic planning processes, enterprise risk management system, policy development and financial structure, monitoring, and approval;
- All the significant issues throughout the year were presented before the Board or its committees to strengthen and formalize the corporate decision making process and particularly all the related party transactions executed by the Company were approved by the Board on the recommendation of the Audit Committee;
- The Board has ensured that the adequate system of internal control is in place and its regular assessment through self-assessment mechanism and/or internal audit activities;
- The Board has prepared and approved the director's report and has ensured that the director's report is published with the quarterly and annual financial statement of the Company and the content of the director's report are in accordance with the requirement of applicable laws and regulations;
- The Board has ensured the hiring, evaluation and compensation of the Chief Executive Officer and other key executives including Chief financial Officer, Company Secretary and Head of internal Audit;
- The Board has ensured that adequate information is shared among its members in a timely manner and the Board members are kept abreast of developments between meetings; and
- The Board has exercised its power in light of power assigned to the Board in accordance with the relevant laws and regulations applicable on the Company and the Board has always prioritized the Compliance with all the applicable laws and regulation in term of their conduct as directors and exercising their powers and decision making.

The annual evaluation of the Board's performance is assessed based on the key areas where the Board requires clarity in order to provide high level oversight, including the strategic process; key business drivers and performing milestones, the global economic



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environment and competitive context in which the Company operates; the risks faced by the Company's business; Board dynamics; capability and information flows. Based on the aforementioned, it can reasonably be stated that the Board of YWML has played a key role in ensuring that the Company objectives are not only achieved, but also exceeded expectations through a joint effort with the management team and guidance and oversight by the Board and its members.

Lahore
October 6, 2025

Mst. Alia Khanum
Chairman





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DIRECTORS' REPORT TO THE SHAREHOLDERS

On behalf of the Board of Directors of Yousaf Weaving Mills Limited, we are pleased to present the Annual Report along with the audited financial statements and auditors' report thereon for the financial year ended 30 June 2025.

Financial Performance

The year under review proved to be one of the most challenging periods for Pakistan's economy, particularly for the textile sector, which continued to face severe pressure due to persistent economic instability, high energy costs, and weak demand in both local and international markets. Industry experts have termed this as one of the toughest crises in recent decades.

During the year, the Company recorded a gross loss of Rs. 254.473 million, compared to a gross profit of Rs. 3.050 million in the preceding year. The decline is mainly attributable to a sharp rise in production costs, reduced capacity utilization, and lower sales volumes in the domestic market. Consequently, the Company incurred a net loss of Rs. 306.713 million, as against a net loss of Rs. 49.205 million reported in the previous year.

Gender Diversity Disclosure

In compliance with the requirements of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019, the Board reports that there were no female employees on the Company's payroll during the year under review. The management, however, recognizes the importance of gender diversity and equal employment opportunities and is committed to encouraging the inclusion of suitably qualified female professionals in future recruitments, subject to operational requirements. The Board has also advised management to consider gender balance in recruitment and succession planning processes going forward.

Financial Statements and Audit

The statutory auditors have drawn attention, through an Emphasis of Matter paragraph, to the existence of a material uncertainty regarding the Company's ability to continue as a going concern, due to accumulated losses and liquidity constraints.

The Board of Directors has thoroughly evaluated this matter and remains confident about the Company's ability to continue as a going concern for the reasons explained in Note 1.3 to the financial statements, summarized as follows:

- The Company has, in the past, incurred substantial losses and defaulted on certain financial obligations. However, the management has successfully renegotiated and restructured major financing arrangements with lending banks.
- Regular installment payments are now being made to the Bank of Punjab, while restructuring with the National Bank of Pakistan has been finalized and implemented.
- Negotiations with the remaining financial institution is at an advanced stage and are expected to be concluded on favorable terms.
- Management has implemented extensive cost rationalization and efficiency improvement measures to minimize operational losses.



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- A comprehensive Balancing, Modernization and Replacement (BMR) plan has been initiated for the import of state-of-the-art looms and utility machinery to improve production efficiency, product quality, and overall performance.
- The sponsors and directors have reaffirmed their continued financial support, and have already injected Rs. 81 million during the current year to meet liquidity requirements and support ongoing operations.

In light of the above factors, the Board is confident that the Company will be able to meet its obligations, continue operations in the normal course of business, and therefore the financial statements have been prepared on a going concern basis.

Principal Activity

The principal activity of the Company is manufacturing and sale of yarn and fabric.

Principal Risks and Uncertainties

The Board of Directors is responsible to oversee the Company's operations and to devise an effective strategy to mitigate any potential adverse impact of risks.

The Company's principal financial liabilities comprise short term finances, trade and other payables and accrued mark-up. The Company's principal financial assets comprise stocks, trade debts, loans and advances, trade deposits and other receivables, cash and bank balances that arise directly from its operations.

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

The Company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the financial performance. The Company has adequately disclosed all the litigation and their expected outcomes in the financial statements.

Corporate Social Responsibility

The Company strongly believes in the integration of Corporate Social Responsibility into its business, and consistency endeavors to uplift communities that are influenced directly or indirectly by our business.

Environment, Health and Safety

The Company maintains safe working conditions avoiding the risk to the health of employees and public at large. The management has maintained safe environment in all its operations throughout the year and its constantly upgrading their safety and living facilities.

Safety is a matter of concern for machinery as well as the employees working at plant. Fire extinguishers and other fire safety equipments have been placed at sites as well as registered and head office of the Company. Regular drills are performed to ensure efficiency of fire safety equipments.



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Internal Financial Controls

A system of sound internal control is established and implemented at all levels of the Company by the Board of Directors. The system of internal control is sound in design for ensuring achievement of Company's objectives and operational effectiveness and efficiency, reliable financial reporting and compliance with laws, regulations and policies.

Related Parties

All related party transactions during the financial year ended June 30, 2025 were reviewed by the Audit Committee and approved by the Board of Directors.

Compliance with the Code of Corporate Governance:

The requirements of the Code of Corporate Governance set out by the Pakistan Stock Exchange in its Listing Regulations have been adopted by the Company and have been duly complied with. A statement to this effect is annexed to the Report.

Corporate Governance & Financial Reporting Framework:

As required by the Code of Corporate Governance, Directors are pleased to report that:

- i) The financial statements prepared by the management of the Company present fair state of Company's operations, cash flows and changes in equity.
- ii) Proper books of account of the Company have been maintained.
- iii) Appropriate accounting policies have been consistently applied in the preparation of financial statements and accounting estimates are based upon reasonable and prudent judgment.
- iv) International Financial Reporting Standards (IFRS), as applicable in Pakistan, have been followed in the preparation of financial statements, and any departures there from has been adequately disclosed and explained.
- v) The system of internal control is sound in design and has been effectively implemented and monitored.
- vi) Key operating and financial data for the last five years is annexed.
- vii) There has been no departure from the best practices of corporate Governance, as detailed in the listing regulations.
- viii) We have been prepared and circulated a statement of ethics and business strategy among directors and employees.
- ix) The Company has neither declared dividend nor issued bonus shares.
- x) Outstanding taxes are given in the notes to the financial statements.
- xi) The board ensures that all the directors will duly comply with the requirement of Directors' Training Program within time frame as defined in the Code of Corporate Governance regulations, 2019.



YOUSAF WEAVING MILLS LIMITED

A Project of Chakwal Group

7/1 - E-3, Main Boulevard
Gulberg III, Lahore, Pakistan
Tel: +92 42 35757108 & 35717510 - 17
Fax: +92 42 35764036, 35764043 & 35757105
Web: www.yousafweaving.com

Shareholding Pattern

The share holding pattern as at June 30, 2025 for ordinary shares is annexed.

Appointment of Auditors

M/s. Saeed Ul Hassan & Co. Chartered Accountants, Lahore are due to retire and being eligible, offer themselves for re-appointment as Auditors for the financial year 2025-2026. The Audit Committee has recommended for re-appointment of present auditors.

Composition of Board

1. The total number of directors are 07 as per the following:

- a. Male : 06
- b. Female : 01

2. The composition of the board is as follows:

- a. Executive Directors : 01
- b. Other Non-Executive Directors : 04
- c. Independent Directors : 02

Name of Directors

- i) Mr. Khawaja Mohammad Nadeem (Executive Director)
- ii) Mst. Alia Khanum (Chairman)
- iii) Mr. Shuqran Ahmed Khan
- iv) Mr. Khawaja Shahzad Younus
- v) Mr. Muhammad Amjad
- vi) Mr. Faisal Qaiyum (Independent Director)
- vii) Mr. Abbas Ali (Independent Director)

Committees of the Board

The Board has made following sub-committees:

Audit Committee:

- i. Mr. Faisal Qaiyum Chairman
- ii. Mr. Muhammad Amjad Member
- iii. Mr. Khawaja Shahzad Younus Member

HR and Remuneration Committee:

- i. Mr. Faisal Qaiyum Chairman
- ii. Mr. Muhammad Amjad Member
- iii. Mr. Shuqran Ahmed Khan Member

Significant Features of Directors' Remuneration



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The Board of Directors has approved a formal policy for remuneration of executive directors depending upon their responsibility in affairs of the Company. The remuneration is commensurate with their level of responsibility and expertise needed to govern the Company successfully and to encourage value addition from them.

Acknowledgement

The Board of Directors expresses its sincere appreciation to the shareholders, financial institutions, customers, suppliers, and employees for their continued trust, cooperation, and support during these difficult times. The Board remains optimistic that, with improved economic conditions, prudent management, and continued sponsor support, the Company will overcome current challenges and return to a path of sustainable growth.

On behalf of the Board

October 06, 2025
Lahore

Khawaja Mohammad Nadeem
Chief Executive Officer

Mst. Alia Khanum
Chairman



حصص کنندگان کو مجلس انضمام کی رپورٹ

یوسف ویونگ ملز لمیٹڈ کی مجلس انضمام کی جانب سے، ہم 30 جون 2024 کو ختم ہونے والے سال کے لیے کمپنی کی سالانہ رپورٹ مع جانچ شدہ حسابات اور ان پر آڈیٹرز کی رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

مالی کارکردگی:

زیر نظر سال پاکستان کی معیشت کے لیے سب سے مشکل دور ثابت ہوا، خاص طور پر ٹیکسٹائل کی صنعت کے لیے، جو مسلسل معاشی عدم استحکام، توانائی کی بلند قیمتوں اور مقامی اور بین الاقوامی منڈیوں میں کمزور مانگ کی وجہ سے شدید باؤ کا شکار رہا۔ صنعتی ماہرین نے اسے حالیہ دہائیوں کے سب سے مشکل بحرانوں میں سے ایک قرار دیا ہے۔ اس سال کے دوران کمپنی نے 254.473 ملین روپے کا مجموعی نقصان اٹھایا جو کہ پچھلے سال میں 3.050 ملین روپے کے مجموعی منافع پر مشتمل تھا۔ پیداواری لاگت میں تیزی سے اضافہ، پیداواری صلاحیت کے استعمال میں کمی اور مقامی مارکیٹ میں کمزور مانگ نقصان کی بڑی وجہ بنا۔ اس سال کے دوران کمپنی کا مجموعی خسارہ پچھلے سال کے 49.205 ملین روپے کے مجموعی خسارے کے مقابلے میں 306.713 ملین روپے رہا۔

صنعتی تنوع کا اعلان:

کمپنیز ایکٹ 2017ء اور سیکیورٹیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019ء کی تعمیل میں، بورڈ رپورٹ کرتا ہے کہ زیر نظر سال کے دوران کمپنی کے پے رول پر کوئی خاتون ملازم نہ تھی۔ تاہم انتظامیہ صنعتی تنوع اور روزگار کے مساوی مواقع کی اہمیت کو تسلیم کرتی ہے اور مستقبل کی بھرتیوں میں آپریشنل تقاضوں سے مشروط طور پر اہل خواتین کی شمولیت کی حوصلہ افزائی کے لیے پرعزم ہے۔ بورڈ نے انتظامیہ کو بھی یہ مشورہ دیا ہے کہ وہ بھرتی اور جانشینی کی منصوبہ بندی کے عمل میں صنعتی توازن پر غور کرے۔

مالی حسابات کی جانچ پڑتال:

قانونی آڈیٹرز نے جمع شدہ نقصانات اور لیکویڈیٹی کی رکاوٹوں کی وجہ سے کمپنی کے مستقبل میں جاری رہنے پر تشویش کا اظہار کیا ہے۔ بورڈ آف ڈائریکٹرز نے اس معاملے کا بخوبی جائزہ لیا ہے اور مالی بیانات کے نوٹ نمبر 1.3 میں اس کی وضاحت کی گئی جو بات کی بنا پر کمپنی کی قابلیت کے بارے میں پراعتماد ہے جس کا خلاصہ درج ذیل ہے۔ کمپنی نے ماضی میں کافی نقصانات اٹھائے ہیں اور بعض مالی ذمہ داریوں کو پورا نہیں کیا ہے۔ تاہم انتظامیہ نے قرض دینے والے بینکوں کے ساتھ بڑے مالیاتی انتظامات کی کامیابی کے ساتھ دوبارہ گفت و شنید اور تنظیم نو کی ہے۔

☆ بینک آف پنجاب کو باقاعدہ اقساط کی ادائیگیاں کی جارہی ہے۔ جبکہ نیشنل بینک آف پاکستان کے ساتھ تنظیم نو کو متعلقہ شکل دے دی گئی ہے اور اس پر عمل درآمد کر دیا گیا ہے۔

☆ باقیہ مالیاتی ادارے کے ساتھ بات چیت اعلیٰ درجے کے مرحلے پر ہے اور توقع ہے کہ سازگار شرائط پر معاملات طے پا جائیں گے۔

☆ انتظامیہ نے آپریشنل نقصانات کو کم سے کم کرنے کے لیے لاگت کو معقول بنانے اور کارکردگی میں بہتری کے اقدامات کو لاگو کیا گیا ہے۔

☆ پیداواری کارکردگی، مصنوعات کے معیار اور مجموعی کارکردگی کو بہتر بنانے کے لیے جدید ترین لومز اور یوٹیلیٹی مشینوں کی درآمد کے لیے ایک جامع BMR منصوبہ شروع کیا گیا ہے۔

☆ اسپانسرز اور ڈائریکٹرز نے اپنی مسلسل مالی مدد کی توثیق کی ہے اور دوران مالی سال میں 81 ملین روپے کمپنی کے آپریشنز کو سپورٹ کرنے کے لیے فراہم کیے ہیں۔

☆ مندرجہ بالا عوامل کی روشنی میں بورڈ یقین ہے کہ کمپنی اپنی ذمہ داریوں کو پورا کرنے اور کاروبار کو معمول کے مطابق کام جاری رکھنے کے قابل ہو جائے گی۔ اسی پر عمل پیرا ہوتے ہوئے مالیاتی گوشگواروں کو تیار کیا گیا ہے۔

اولین سرگرمی:

کمپنی کی اولین سرگرمی دھاگے اور کپڑے کی تیاری اور فروخت ہے۔

اولین خطرات اور غیر یقینی صورتحال

بورڈ آف ڈائریکٹرز کمپنی کی کارکردگی کی نگرانی اور ممکنہ اثرات و خدشات سے نمٹنے کے لئے ایک موثر حکمت عملی وضع کرنے کی ذمہ دار ہے۔

کمپنی کے بنیادی مالی واجبات، مختصر مدتی قرضہ جات، تجارتی و دیگر واجبات اور مارک اپ پر مشتمل ہیں۔ کمپنی کے بنیادی مالیاتی اثاثوں میں اسٹاک، کاروباری وصولیاں اور دیگر قابل وصولی رقوم، نقدی اور بینک بیلنس شامل ہیں جو کاروباری سرگرمیوں سے براہ راست حاصل ہوتے ہیں۔

کمپنی کی سرگرمیاں اسے متعدد مالی خطرات سے دوچار کرتی ہیں: منڈی کا خطرہ (بشمول کرنسی کا خطرہ، شرح سود کا خطرہ اور قیمت کا خطرہ)، ادھار کا خطرہ اور مالی مابینیت کا خطرہ۔

کمپنی کا مجموعی طور پر خطرات کو کم کرنے کا پروگرام مالی منڈی کی غیر یقینی صورت حال پر مرکوز ہے اور کمپنی کی مالی کارکردگی پر اثر انداز ہونے والے ممکنہ منفی اثرات کو کم کرنے کی کوشش کرتا ہے۔ کمپنی نے مقدمات اور ان کے ممکنہ اثرات کو مالی حسابات میں مناسب طور پر ظاہر کر دیا ہے۔

کارپوریٹ سماجی ذمہ داری:

کمپنی اپنے کاروبار میں کارپوریٹ سماجی ذمہ داری کی شمولیت پر پختہ یقین رکھتی ہے اور استقامت کے ساتھ ان گروہوں کی ترقی کے لئے کوشش کرتی ہے جو ہمارے کاروبار سے براہ راست یا بلا واسطہ متاثر ہوتے ہیں۔

ماحول، صحت اور حفاظت:

کمپنی بڑے پیمانے پر ملازمین اور عوام کی صحت کو لاحق خطرات سے بچانے کے لئے محفوظ کام کے حالات برقرار رکھتی ہے۔ انتظامیہ نے سال بھر اپنی تمام تر سرگرمیوں میں محفوظ ماحول برقرار رکھا ہے اور ان کی حفاظت اور زور مرہ کی سہولیات کو تسلسل کے ساتھ بہتر بنایا ہے۔

حفاظت کا معاملہ مشینوں اور پائنت میں کام آنے والے ملازمین سے متعلق ہے۔ آگ بجھانے والے آلات اور آگ سے حفاظت کا دیگر ساز و سامان کمپنی کے رجسٹرڈ اور مرکزی دفتر میں رکھے گئے ہیں۔ آگ سے حفاظت والے ساز و سامان کی کارکردگی کو یقینی بنانے کے لئے باقاعدگی سے مشقیں کی جاتی ہیں۔

داخلی مالیاتی کنٹرول:

بورڈ آف ڈائریکٹرز کی جانب سے کمپنی کی تمام سطحوں پر منظم اندرونی کنٹرول کا نظام وضع اور نافذ کیا گیا ہے۔ اندرونی کنٹرول کا نظام کمپنی کے مقاصد کو حاصل کرنے اور کارکردگی کو موثر بنانے، قابل اعتماد مالی رپورٹنگ اور توازن، ضوابط اور پالیسیوں پر عمل درآمد کو یقینی بناتا ہے۔

متعلقہ پارٹی:

30 جون 2025 کو ختم ہونے والے مالی سال کے دوران تمام متعلقہ پارٹیوں کے ساتھ لین دین کا آڈٹ کمپنی نے جائزہ لیا اور بورڈ آف ڈائریکٹرز نے اس کی منظوری دی۔

کوڈ آف کارپوریٹ گورننس پر عملدرآمد:

کمپنی نے پاکستان اسٹاک ایکسچینج کی طرف سے طے کردہ کوڈ آف کارپوریٹ گورننس کے تقاضوں کو اپنایا ہے اور باقاعدہ اس پر عمل کیا ہے۔ اس کی تعمیل کا بیان رپورٹ سے منسلک ہے۔

کارپوریٹ اور مالیاتی رپورٹنگ فریم ورک:

بورڈ آف کارپوریٹس گورننس کے مطابق ڈائریکٹرز بتاتے ہوئے خوشی محسوس کرتے ہیں کہ:-

- کمپنی کی انتظامیہ کی طرف سے تیار کردہ، مالیاتی حسابات، اس کے امور، آپریشنز کے نتائج، نقدی بہاؤ اور ایکٹیوٹی میں تبدیلیوں کو منصفانہ طور پر ظاہر کرتے ہیں۔
- کمپنی کے کھاتہ جات بالکل صحیح طور سے بنائے گئے ہیں۔
- مالی حسابات کی تیاری میں مناسب اکاؤنٹ پالیسیوں کو تسلسل کے ساتھ لاگو کیا گیا ہے اور اکاؤنٹنگ کے تخمینہ جات مناسب اور دانشمندانہ فیصلوں پر مبنی ہیں۔
- مالی حسابات کی تیاری میں پاکستان میں لاگو بین الاقوامی مالیاتی رپورٹنگ کے معیارات کی پیروی کی گئی ہے اور کسی بھی انحراف کا موزوں انکشاف اور وضاحت کی گئی ہے۔
- اندرونی کنٹرول کے نظام کا ڈیزائن مستحکم ہے اور اسکی موثر طریقے سے عملدرآمد اور نگرانی کی جاتی ہے۔
- گزشتہ پانچ سال کا کلیدی آپرینٹنگ اور مالیاتی ڈیٹا منسلک ہے۔
- لسٹڈ ریگولیشن میں دیئے گئے کارپوریٹ گورننس کے بہترین طریقوں سے کوئی انحراف نہیں کیا گیا ہے۔
- ہم نے ایک ضابطہ اخلاق اور کاروباری حکمت عملی وضع کی ہے اور ڈائریکٹرز اور ملازمین میں تقسیم کیا ہے۔
- کمپنی نے 30 جون 2025 کے لئے نہ کسی ڈیویڈنڈ کا اعلان کیا ہے اور نہ ہی بونس شیئرز جاری کئے ہیں کیونکہ کمپنی کو خسارہ برداشت کرنا پڑا۔
- واجب الادائیگیوں کی تفصیل مالیاتی حسابات کے نوٹ میں دی گئی ہے۔
- بورڈ یقینی بناتے ہیں کہ تمام ڈائریکٹرز کوڈ آف کارپوریٹ گورننس 2019 کی ڈائریکٹرز ریگولیشن پر گرامر کے متعلق دفعات پر عمل کریں گے۔

حصص کنندگان کی تفصیل:

عام شیئرز کے لئے 30 جون 2025 کے مطابق حصص کنندگان کی تفصیل منسلک ہے۔

محاسب کی تقرری:

سعید الحسن اینڈ کو چارٹرڈ اکاؤنٹنٹس لا بورریناٹرز ہو گئے ہیں اور اہل ہونے کی بناء پر انہوں نے مالی سال 2025-26 کے لئے دوبارہ اپنی تقرری کی خواہش ظاہر کی ہے۔ آڈٹ کمپنی نے ان کو دوبارہ نامزد کرنے کی سفارش کی ہے۔

بورڈ کی تشکیل:

1- حسب ذیل کے مطابق ڈائریکٹرز کی کل تعداد 07 ہے۔

a- مرد: 06

b- خواتین: 01

2- بورڈ مندرجہ ذیل پر مشتمل ہے:

a- ایگزیکٹو ڈائریکٹرز 01

b- دیگر نان ایگزیکٹو ڈائریکٹرز 04

c- آزاد ڈائریکٹرز 02

نمبر شمار	نام ڈائریکٹرز	عہدہ
۱	خواجہ محمد ندیم	ایگزیکٹو ڈائریکٹر
۲	عالیہ خانم	چیرمین
۳	شتران احمد خان	
۴	خواجہ شہزاد یونس	
۵	محمد امجد	
۶	فیصل قیوم	آزاد ڈائریکٹر
۷	عباس علی	آزاد ڈائریکٹر

بورڈ کی کمیٹیاں

بورڈ نے مندرجہ ذیل ذیلی کمیٹیاں بنائی ہیں:

آڈٹ کمیٹی

- | | | |
|------|------------------|----------|
| i- | فیصل قیوم | چیئر مین |
| ii- | محمد امجد | رکن |
| iii- | خولجہ شہزاد یونس | رکن |

انسانی وسائل اور معاوضہ کمیٹی

- | | | |
|------|----------------|----------|
| i- | فیصل قیوم | چیئر مین |
| ii- | محمد امجد | رکن |
| iii- | شقران احمد خان | رکن |

ڈائریکٹران کی تنخواہ کے اہم پوئل

بورڈ آف ڈائریکٹرز نے ایگزیکٹو ڈائریکٹر کی تنخواہ سے متعلق باقاعدگی پالیسی کی اجازت دی ہے جو ان کی کمپنی کے معاملات میں ان کی ذمہ داریوں پر منحصر ہے۔ تنخواہ کی ذمہ داریوں کے مطابق اور ان کی کمپنی کو کامیابی سے چلانے کے لئے ان کی قابلیت کے مطابق تاکہ ان کی جانب سے کمپنی میں مزید بہتری لائی جاسکے۔

اعتراف

بورڈ آف ڈائریکٹرز، حصص کنندگان، مالیاتی اداروں، صافین، سپلائرز اور ملازمین کو ان مشکل وقتوں میں مسلسل اعتماد، تعاون اور مدد کے لیے اپنی خلصانہ تعریف کا اظہار کرتا ہے۔ بورڈ پر امید ہے کہ بہتر معاشی حالات، ہوشیار انتظام اور مسلسل اسپانسر سپورٹ کے ساتھ کمپنی موجودہ مشکلات پر قابو پالے گی اور پائیدار ترقی کی راہ پر واپس آئے گی۔

بذریعہ بورڈ آف ڈائریکٹرز

خولجہ محمد ندیم

چیف ایگزیکٹو

عالیہ خانم

چیئر مین

تاریخ 06 اکتوبر 2025

لاہور



YOUSAF WEAVING MILLS LIMITED

A Project of Chakwal Group

7/1 - E-3, Main Boulevard
Gulberg III, Lahore, Pakistan
Tel: +92 42 35757108 & 35717510 - 17
Fax: +92 42 35764036, 35764043 & 35757105
Web: www.yousafweaving.com

Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019

Name of Company : Yousaf Weaving Mills Limited

Year ending : June 30, 2025

Yousaf Weaving Mills Limited (the "Company") has complied with the requirement of the Regulations in the following manner:

1. The total number of directors are 07 as per the following:

- a. Male : 06
- b. Female : 01

2. The composition of the board is as follows:

- a. Executive Directors : 01
- b. Other Non-Executive Directors : 04
- c. Independent Directors : 02

Name	Category
Mr. Khawaja Mohammad Nadeem	Executive Director
Mst. Alia Khanum	Non-Executive Director
Mr. Shuqran Ahmed Khan	Non-Executive Director
Mr. Khawaja Shahzad Younus	Non-Executive Director
Mr. Muhammad Amjad	Non-Executive Director
Mr. Faisal Qaiyum	Independent Director
Mr. Abbas Ali	Independent Director

- 3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this Company.
- 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 significant policies along with the dates on which they were approved or amended has been maintained.



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6. All the powers of the board have been duly exercised and decisions on relevant matters have been taken by the board/shareholders as empowered by the relevant provisions of the Act and these regulations.
7. The meetings of the board were presided over by the Chairman and, in her absence, by a director elected by the board for this purpose. The board complied with requirements of the Act and the Regulations with respect to frequency, recording and circulating minutes of the meeting of board.
8. The board of directors has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
9. The Executive Director is exempt from Director's Training Program, whereas remaining directors will duly comply with the requirement of Code of Corporate Governness with respect of Directors' Training Program.
10. No appointment of Chief Executive Officer, Chief Financial Officer or Company Secretary is made during the current year.
11. CFO and CEO duly endorsed the financial statements before approval of the board.
12. The Board has formed committees comprising members given below:
 - I. Audit Committee:
 - i. Mr. Faisal Qaiyum – Chairman
 - ii. Mr. Muhammad Amjad
 - iii. Mr. Khawaja Shahzad Younus
 - II. HR and Remuneration Committee:
 - i. Mr. Faisal Qaiyum – Chairman
 - ii. Mr. Muhammad Amjad
 - iii. Mr. Shuqran Ahmed Khan
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 of the aforesaid committees were as per following:
 - a) Audit Committee: Four Quarterly meetings during the financial year ended June 30, 2025.
 - b) HR & Remuneration Committee: One meeting during the financial year ended June 30, 2025.



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15. The board has set up an effective internal audit function, which is considered suitably qualified and experienced for the purpose and are 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 ICAP, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the Company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the ICAP 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 requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
18. We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.
19. Gender pay gap statement under circular 10 of 2024, for the year ended June 30, 2025
 - Mean Gender Pay Gap: N/A
 - Median Gender Pay Gap: N/A
 - Other details as deemed relevant: Yousaf Weaving Mills Limited does not have any female employee.

For Yousaf Weaving Mills Limited

عالم خانم
Mst. Alia Khanum
Chairman



Lahore: October 06, 2025

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF YOUSAF WEAVING MILLS LIMITED**

**REVIEW REPORT ON THE STATEMENT OF COMPLIANCE CONTAINED IN THE LISTED
COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

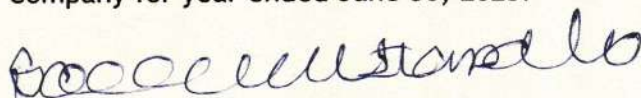
We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations), prepared by the Board of Directors of Yousaf Weaving Mills Limited (the Company) for the year ended June 30, 2025, to comply with the requirements of regulation 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 to 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 and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Company's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

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 year ended June 30, 2025.



SAEED UL HASSAN & COMPANY
CHARTERED ACCOUNTANTS
Engagement Partner: **SAEED UL HASSAN**
Lahore



Date: October 06, 2025



SAEED UL HASSAN & CO.

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF YOUSAF WEAVING MILLS LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of Yousaf Weaving Mills 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 other 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 material 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, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2025, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as applicable in Pakistan and the requirements of the Companies Act, 2017.

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 1.3 in the financial statements which indicates that as at June 30, 2025, the Company's accumulated losses stood at Rs. 1,851.78 million, its current liabilities exceeded its current assets by Rs. 886.66 million. Further, the banking companies also filed suit against the Company for recovery of outstanding balances and related interest accrued thereon. These conditions along with other matters as set forth in Note 1.3 indicate the existence of a material uncertainty that may cause significant doubt about 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. In addition to



the matter described in the Basis for Qualified Opinion section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How the Matter Was Addressed in the Audit
<p>1. <u>Unclaimed Dividend:</u></p> <p>(Refer to the 'Current Liabilities' section of the Statement of Financial Position)</p> <p>The Company has an unclaimed dividend balance of PKR 3.247 million which has not been deposited into the Federal Consolidated Fund as required by Section 244 of the Companies Act, 2017. Management has contended that non-compliance is due to the unavailability of a specific government treasury account for this purpose and has provided a written representation to this effect.</p> <p>Assessing the validity of management's justification for non-compliance with a statutory requirement is a key audit matter due to the potential for material misstatement and legal implications.</p>	<ul style="list-style-type: none">a. Obtained and critically assessed management's written representation and supporting explanation regarding the unavailability of a government treasury account.b. Corroborated the accuracy of the unclaimed dividend balance of PKR 3,247,016 by tracing it to dividend declarations and subsequent shareholder payment records.c. Evaluated the appropriateness of the accounting treatment and the adequacy of the disclosures in the financial statements concerning this non-compliance.d. Verified the establishment of a separate bank account for unclaimed dividends as required by Section 244 of the Companies Act, 2017.
<p>2. <u>Litigation and Restructured Bank Liabilities:</u></p> <p>(Refer to the 'Non-current and Current Liabilities' section of the Statement of Financial Position)</p> <p>The Company was involved in significant legal proceedings and had substantial liabilities under settlement with major banks, which required complex accounting judgments and posed a risk to the going concern assumption.</p>	<ul style="list-style-type: none">a. We obtained and read the relevant settlement and confirmation letters.b. We evaluated the terms of the NBP settlement to assess its accounting treatment.c. We recalculated the tentative gain on settlement for the NBP liability.d. We assessed the Company's projected cash flows and reviewed legal confirmations.e. We evaluated the adequacy of the disclosures in the financial statements.

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 of the Company for the year ended June 30, 2025, but does not include the financial statements, our auditor's report thereon, and the review report issued on statement of compliance with Code of Corporate Governance.

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.

The board of directors is 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

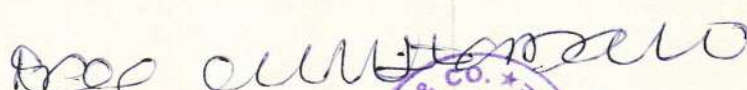
Based on our audit, except for the possible effects of the matter described in the basis for qualified opinion section of our report, we further report that in our opinion:

- 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 other 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 Ushr Ordinance, 1980 (XVIII of 1980).

Other Matter Paragraph

The financial statements of the Company for the year ended June 30, 2024, were audited by Aslam Malik and Co. Chartered Accountants, who expressed qualified opinion on those financial statements in their report dated October 07, 2024. Our opinion on the financial statements for the year ended June 30, 2025, is unmodified.

The engagement partner on the audit resulting in this independent auditors' report is Saeed Ul Hassan.


SAEED-UL-HASSAN & Co.
Chartered Accountants

Place: Lahore
Dated: October 06, 2025

UDIN: AR 202510617FyZTDKBi5



YOUSAF WEAVING MILLS LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2025

	Note	2025 Rupees	2024 Rupees
CAPITAL AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital 140,000,000 (2024: 140,000,000) ordinary shares of Rs. 10 each		1,400,000,000	1,400,000,000
Issued, subscribed and paid up share capital	4	1,360,000,000	1,360,000,000
Loan from directors	5	130,607,264	48,652,264
Accumulated loss		(1,851,780,752)	(1,541,662,149)
Surplus on revaluation of land	6	631,523,327	631,523,327
		270,349,839	498,513,442
Non Current Liabilities			
Long term loan	7	13,356,922	-
Lease liabilities	8	56,364,291	36,213,645
Deferred liabilities	9	31,444,850	16,761,990
		101,166,063	52,975,635
Current Liabilities			
Trade and other payables	10	539,956,820	531,195,096
Unclaimed dividend	11	3,247,016	3,247,016
Accrued mark up	12	129,558,452	131,716,920
Short term borrowings	13	517,916,243	611,645,479
Current portion of long term loan	14	55,151,358	39,523,562
Current portion of lease liabilities	8	9,449,026	8,806,523
Provision for taxation	15	20,555,407	45,841,895
		1,275,834,322	1,371,976,491
Contingencies and Commitments			
	16	-	-
		1,647,350,224	1,923,465,568
ASSETS			
Non Current Assets			
Property, plant and equipment	17	1,105,120,138	1,108,252,054
Right-of-use assets	18	81,229,035	56,082,708
Intangible assets	19	76,253	95,317
Long term loans	20	11,403,050	10,923,050
Long term deposits	21	60,348,192	51,467,222
		1,258,176,668	1,226,820,351
Current Assets			
Stores and spares	22	12,612,311	10,628,559
Stock in trade	23	319,075,139	599,436,908
Trade debts	24	11,679,760	9,675,823
Loans and advances	25	31,527,512	23,715,547
Trade deposits and other receivables	26	185,000	5,581,901
Tax refunds due from government	27	6,508,221	37,983,786
Cash and bank balances	28	7,585,613	9,622,693
		389,173,556	696,645,217
		1,647,350,224	1,923,465,568

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED

STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED JUNE 30, 2025

		2025	2024
	Note	Rupees	Rupees
Sales - net	29	639,738,007	527,640,070
Cost of sales	30	(894,211,133)	(524,589,345)
Gross (Loss) / Profit		(254,473,126)	3,050,725
Distribution costs	31	(6,667,700)	(4,985,160)
Administrative expenses	32	(33,588,219)	(36,100,441)
		(40,255,919)	(41,085,601)
Operating Loss		(294,729,045)	(38,034,876)
Other operating charges	33	(800,000)	(800,000)
Finance cost	34	(3,242,932)	(4,640,013)
Other operating income	35	55,171	865,299
Loss before Levies & Taxation		(298,716,806)	(42,609,590)
Levies	36	(7,996,725)	(6,595,501)
Loss before Taxation		(306,713,531)	(49,205,091)
Taxation	36	-	-
Loss for the Year		(306,713,531)	(49,205,091)
Loss per Share - Basic and Diluted	37	(2.26)	(0.39)

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024
	Rupees	Rupees
Loss for the Year	(306,713,531)	(49,205,091)
Other Comprehensive Income for the Year		
<i>Items that will be reclassified subsequently to profit or loss</i>		
<i>Items that will not be reclassified subsequently to profit or loss</i>		
- Experience adjustment on remeasurement of staff retirement	(3,405,072)	969,921
- Revaluation surplus on property, plant and equipment	-	245,960,000
	(3,405,072)	246,929,921
Total Comprehensive (Loss) / Income for the Year	(310,118,603)	197,724,830

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025

		2025	2024
	Note	Rupees	Rupees
CASH GENERATED FROM OPERATIONS	37	43,358,428	1,728,648
Finance cost paid		(5,401,400)	(4,787,324)
Gratuity paid	9	(2,720,992)	(5,570,458)
Income tax paid		(6,508,221)	(56,406)
Net cash generated from / (used in) operating activities		28,727,815	(8,685,540)
CASH FLOWS FROM INVESTING ACTIVITIES			
Property, plant and equipment purchased		(29,884,325)	(239,800)
Proceeds from disposal of property, plant and equipment		80,000	970,000
Long term loans to employees		(480,000)	(437,600)
Long term deposits		(8,880,970)	-
Net cash (used in) / generated from investing activities		(39,165,295)	292,600
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term loan from directors		81,955,000	34,176,000
Repayment of long term loan		28,984,718	(14,372,591)
Repayment of lease liabilities		(8,810,082)	(8,497,864)
Short term borrowings - net		(93,729,236)	1,997,905
Net cash generated from financing activities		8,400,400	13,303,450
Net (decrease) / increase in Cash and Cash Equivalents		(2,037,080)	4,910,510
Cash and cash equivalents at the beginning of the year		9,622,693	4,712,183
Cash and Cash Equivalents at the End of the Year		7,585,613	9,622,693

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED

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

Particulars	Issued, Subscribed and Paid up Share Capital	Accumulated Loss	Loan from Directors	Revaluation Surplus	Total
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2023	1,360,000,000	(1,493,426,979)	14,476,264	385,563,327	266,612,612
Loss for the year	-	(49,205,091)	-	-	(49,205,091)
Other comprehensive income	-	969,921	-	245,960,000	246,929,921
Loan from directors during the year	-	-	34,176,000	-	34,176,000
Balance as at June 30, 2024	1,360,000,000	(1,541,662,149)	48,652,264	631,523,327	498,513,442
Loss for the year	-	(306,713,531)	-	-	(306,713,531)
Other comprehensive income	-	(3,405,072)	-	-	(3,405,072)
Loan from directors during the year	-	-	81,955,000	-	81,955,000
Balance as at June 30, 2025	1,360,000,000	(1,851,780,752)	130,607,264	631,523,327	270,349,839

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

Note 1

The Company and its operations

- 1.1 The Company was incorporated on January 17, 1988 as a public limited company in Pakistan under the Companies Ordinance, 1984 (now the Companies Act, 2017) and is quoted on Pakistan Stock Exchanges. The Company is engaged in the business of textile weaving, spinning and sale of processed fabric.
- 1.2 Corporate office of the Company is located at 7/1, E-3, Main Boulevard Gulberg III, Lahore. While the production plants of the Company are located at 49-Km, Multan Road, Bhai Phero and 7-Km, Multan Road, Pattoki.
- 1.3 The Company has accumulated losses of Rs. 1,851.780 million (2024: 1,541.662 million) and its current liabilities exceed its current assets by Rs. 886.661 million (2024: Rs. 675.331 million). The Company in order to carry on its business and to meet its current obligation requires generating sufficient cash flows. Accordingly, there is a material uncertainty relating to the Company's operation that may cast sufficient doubt on the discharge of its liabilities in the normal course of business. Continuation of the Company as a going concern is dependent on improved cash flows. The management has carefully assessed the going concern issue and is of the view that:-

- The directors and sponsoring shareholders have confirmed their firm commitment to provide ongoing financial support. During the current year they have already advanced Rs. 81.955 million to strengthen liquidity, meet immediate obligations, and fund operational improvements. Additional support has been pledged for the forthcoming fiscal years to enhance liquidity and finance strategic initiatives
- The Company has successfully restructured facilities with the Bank of Punjab and National Bank of Pakistan, and repayments are being made in line with agreed schedules. Negotiations with Habib Metropolitan Bank Limited are at an advanced stage and expected to be concluded before December 31, 2025, thereby regularising all banking arrangements.
- The Company has initiated a Balancing, Modernisation, and Replacement programme with new energy-efficient machinery scheduled to arrive in November 2025, which will enhance production efficiency, reduce costs, and improve profitability.
- Government measures, including the imposition of sales tax on imports under Export Facilitation Schemes and concessional electricity tariffs, have strengthened the local textile industry and support improved operating results.
- The Company continues to enjoy buyer confidence and premium pricing. With the addition of new machinery, product quality, volumes, and margins are expected to improve significantly.

Considering the above plans and the financial support already received and committed, the directors believe the Company will meet its obligations as they fall due; therefore, these financial statements are prepared on a going concern basis. In view of the above, these financial statements have been prepared on going concern assumption.

Note 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:

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

Note 2 - Basis of Preparation ... Contd.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except to the extent of following:

Certain property, plant and equipment	Note 17	(stated at Revalued / Fair value)
Employee retirement benefits (Gratuity)	Note 9	(stated at Present value)

2.3 Functional and presentation currency

These financial statements are prepared and presented in Pak Rupees which is the Company's functional and presentation currency. All the figures have been rounded off to the nearest Rupee, unless otherwise stated.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on the historical experience, including expectations of future events that are believed to be reasonable under the circumstances. These estimates and underlying assumptions are reviewed on an ongoing basis. 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 the revision and future periods if the revision affects both current and future periods.

These estimates and related assumptions are reviewed on an on going basis. Accounting estimates are revised in the period in which such revisions are made. Significant management estimates in these financial statements relate to the useful life and residual values of property, plant and equipment; revalued amounts of property, plant and equipment; amortization of intangible assets; impairment of assets; provisions for defined benefit obligations; taxation; and contingent liabilities. The basis and associated assumptions underlying the accounting estimates used in the preparation of annual financial statements of the Company for the year ended June 30, 2025 are consistent with previous year's unless otherwise stated.

2.5 Standard, amendments to published accounting and reporting standards and interpretations that are not yet effective and have not been early adopted by the company

There are certain new standards and certain amendments to the accounting and reporting standards that will become mandatory for the Company's annual accounting periods beginning on or after July 1, 2025. However, these will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these financial statements.

Note 3

Summary of Material Accounting Policies

The material accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented.

3.1 Employee retirement benefits

The Company operates an unfunded gratuity scheme (defined benefit plan) for all its permanent employees who have completed minimum qualifying period of service as defined under the respective scheme. Provisions are made annually to cover the obligation under the schemes on the basis of actuarial valuation and are charged to profit and loss account for the year. The assumptions are determined by independent actuary.

The amount recognized in the statement of financial position represents the present value of defined benefit obligations using the projected unit credit actuarial valuation method. Actuarial gains/ losses arising from the actuarial valuation are recognized immediately and are presented in other comprehensive income. The latest actuarial valuation was carried as at June 30, 2025.

Note 3 - Summary of Material Accounting Policies ... Contd.

3.2 Compensated absences

The Company provides for compensated absences of its employees on un-availed balance of leaves in the period in which the leaves are earned.

3.3 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 of the amount can be made. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

3.4 Trade and other payables

Liabilities for trade and other payables are carried at their fair value of the consideration to be paid in the future for goods and services received whether billed to the Company or not.

3.5 Income tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Current

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted, at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for deductible temporary differences and unused tax losses and credits only if it is probable that future taxable amounts will be available to utilize those temporary differences and unused tax losses and credits.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

3.6 Property, plant and equipment

Property, plant and equipment except freehold land is stated at cost less accumulated depreciation and identified impairment losses. Freehold land is stated at revalued amount. Cost of property, plant and equipment consists of historical cost, borrowing cost pertaining to the construction and erection period and directly attributable cost of bringing the assets into working condition.

Note 3 - Summary of Material Accounting Policies ... Contd.

Depreciation is charged to income on reducing balance method at the rates specified in note 17. Full month's depreciation is charged on additions during the month, whereas no depreciation is charged on the assets disposed off during the month. Where an impairment loss is recognized, the depreciation charge is adjusted in the future periods to allocate the asset's revised carrying amount over its estimated useful life.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and replacements are capitalized. Gains or losses on disposal of property, plant and equipment are included in the current year income.

3.7 Intangible asset

An intangible asset is recognized as an asset if it is probable that future economic benefits attributable to the asset will flow to the entity and the cost of such asset can be measured reliably. Cost of intangible assets i.e. ERP and other software include purchase cost and directly attributable expenses incidental to bring the software for its intended use.

Cost that are directly associated with identifiable software and have probable economic benefits beyond one year, are recognized as an intangible assets. However, costs associated with the maintenance of software are recognized as an expense.

Intangibles are measured initially at cost and subsequently stated at cost less accumulated amortization and identified impairment losses, if any. Amortization is charged to income using reducing balance as specified in note 19. The amortization period and the amortization method for an intangible asset are reviewed, at each financial year end, and adjusted if impact on amortization is significant.

3.8 Stores & spares

These are valued at cost, determined on moving weighted average basis less allowance for obsolete and slow moving items. Items in transit are valued at invoice plus other incidental charges incurred thereon.

3.9 Stock in trade

These have been valued at the lower of cost and net realizable value. Cost has been determined as follows:

Raw and packing materials	- Moving average cost
Materials in transit	- Cost and incidental charges paid thereon
Work in process	- Average manufacturing cost
Finished goods	- Average manufacturing cost
Waste	- Net realizable value

Manufacturing cost in relation to work in process and finished goods comprises cost of material, labour and appropriate manufacturing overheads. Net realizable value signifies the estimated selling price in the ordinary course of business less necessary cost to make the sale.

3.10 Trade debts and other receivables

Trade debts and other receivables are carried at original invoice amount less an estimate made for doubtful debts and receivables based on review of outstanding amounts at the period end. Balances considered bad and irrecoverable are written off when identified.

3.11 Cash and cash equivalents

Cash and cash equivalents are carried at cost. For the purpose of cash flow statement, cash and cash equivalents comprise cash in hand and cash at banks in current and saving accounts.

Note 3 - Summary of Material Accounting Policies ... Contd.

3.12 Revenue recognition

The Company is in the business of sale of textile products. Revenue from contracts with customers is recognized at the point of time when control of the goods is transferred to the customer (generally on delivery of the goods) at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods. The Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the goods before transferring them to the customer.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g. warranties). In determining the transaction price for the sale of goods, the Company considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

3.13 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

i) Right-of-use assets

The Company recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any Remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment.

ii) Lease liabilities

At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate.

Variable lease payments that do not depend on an index or a rate are recognized as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is premeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset. The Company's lease liabilities are included in Interest-bearing loans.

Note 3 - Summary of Material Accounting Policies ... Contd.

iii) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognized as expense on a straight-line basis over the lease term.

Company as a lessor

Leases for which the Company is a lessor are classified as finance or operating leases. Whenever the term of the lease transfers substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating lease.

Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

3.14 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

3.14.1 Financial assets

All financial assets are recognized at the time when the Company becomes a party to the contractual provisions of the instrument.

Classification

Financial assets are classified in either of the three categories: at amortized cost, at fair value through other comprehensive income and at fair value through profit or loss. Currently, the Company classifies its financial assets at amortized cost. This classification is based on the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. The management determines the classification of its financial assets at the time of initial recognition.

Initial recognition and measurement

All financial assets are initially measured at cost plus transaction costs that are directly attributable to its acquisition except for trade receivables. Trade receivables are initially measured at the transaction price, if these do not contain significant financing component as per IFRS - 15.

Subsequent measurement

Financial assets measured at amortized cost are subsequently measured using the effective interest rate method. The amortized cost is reduced by impairment losses, if any. Interest income, foreign exchange gains and losses and impairment are recognized in the statement of profit or loss account.

Derecognition

Financial assets are derecognized when the contractual rights to receive cash flows from the assets have expired. The difference between the carrying amount and the consideration received is recognized in profit or loss account.

Impairment of financial assets

The Company recognizes an allowance for expected credit losses (ECLs) for all financial assets which are measured at amortized cost. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate.

Note 3 - Summary of Material Accounting Policies ... Contd.

ECLs are recognized in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

3.14.2 Financial liabilities

a) Initial recognition and measurement

Financial liabilities are initially classified at amortized cost. Such liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument and include trade and other payables, loans or borrowings and accrued mark up etc.

b) Subsequent measurement

The Company measures its financial liabilities subsequently at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit or loss account. Difference between carrying amount and consideration paid is recognized in the statement of profit or loss account when the liabilities are derecognized.

3.14.3 Off-setting of financial assets and financial liabilities

A financial asset and financial liability is offset and the net amount is reported in the statement of financial position if the Company has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

3.15 Balances from contract with customers

Contract assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. The Company recognizes a contract asset for the earned consideration that is conditional if the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due.

Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional. Trade receivables are carried at original invoice amount less expected credit loss based on a review of all outstanding amounts at the year end. Bad debts are written off when identified.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration from the customer. A contract liability is recognized at earlier of when the payment is made or the payment is due if a customer pays consideration before the Company transfers goods or services to the customer.

Right of return assets

Right of return asset represents the Company's right to recover the goods expected to be returned by customers. The asset is measured at the former carrying amount of the inventory, less any expected costs to recover the goods, including any potential decreases in the value of the returned goods. The Company updates the measurement of the asset recorded for any revisions to its expected level of returns, as well as any additional decreases in the value of the returned products.

Note 3 - Summary of Material Accounting Policies ... Contd.

Refund

A refund liability is the obligation to refund some or all of the consideration received (or receivable) from the customer and is measured at the amount the Company ultimately expects it will have to return to the customer. The Company updates its estimates of refund liabilities (and the corresponding change in the transaction price) at the end of each reporting period.

3.16 Impairment

Carrying amounts of the Company's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated in order to determine the extent of the impairment loss, if any. The recoverable amount is the higher of fair value less costs to sell and value in use. In the absence of any information about the fair value, the recoverable amount is determined to be the value in use. Impairment losses are recognized as expense in the statement of profit or loss.

3.17 Borrowing cost

Borrowing cost are charged to income as and when incurred except costs that are directly attributable to acquisition, construction or production of qualifying assets that are capitalized as part of the cost of assets.

3.18 Foreign currency transactions

Transactions denominated in foreign currencies are initially recorded at Pak Rupees by applying the foreign exchange rate ruling on the date of transaction. All monetary assets and liabilities in foreign currencies are translated into Pak Rupees at exchange rate prevailing at the statement of financial position date except for balances covered under forward exchange contracts, which are converted at the contracted rates. Exchange differences are included in profit and loss account.

3.19 Related party transactions

Related parties from the Company's perspective comprise, associated undertakings, key management personnel (including chief executive and directors) and post employment benefit plan. The Company in the normal course of business carries out transactions with various related parties and continues to have a policy whereby all such transactions are carried out on permissible basis and agreed terms.

3.20 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 of the Company).

3.21 Dividend

Dividends are recognized as a liability in the period in which these are approved.

3.22 Fair value measurement

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 the principal, or in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk. When applicable, the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Note 3 - Summary of Material Accounting Policies ... Contd.

When there is no quoted price in an active market, the Company uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The chosen valuation technique incorporates all the factors that market participants would take into account in pricing a transaction. The best evidence of the fair value of a financial instrument at initial recognition is normally the transaction price i.e. the fair value of the consideration given or received. If the Company determines that the fair value at initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on a valuation technique that uses only data from observable markets, the instrument is initially measured at fair value, adjusted to defer the difference between the fair value at initial recognition and the transaction price. Subsequently, that difference is credited or charged to the statement of profit or loss on an appropriate basis over the life of the instrument but no later than when the valuation is supported wholly by observable market data or the transaction is closed out.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.

3.23 Earnings per share

The Company presents basic and diluted earnings per share (EPS). Basis 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, if any.

**Note 4
Issued, Subscribed and Paid Up Capital**

2025	2024	2025	2024
No. of Shares		Rupees	Rupees
Ordinary shares of Rs. 10 each fully paid in			
136,000,000	136,000,000	1,360,000,000	1,360,000,000
	cash		

**Note 5
Loan from directors**

	2025	2024
	Rupees	Rupees
Opening balance	48,652,264	14,476,264
Add: Loan received during the year	81,955,000	34,176,000
Closing balance	130,607,264	48,652,264

These interest free loans were obtained from the Directors / Sponsors of the Company to meet working capital requirements of the Company. These are not measured at amortized cost, rather these are treated as equity at face value in accordance with the guideline provided through TR 32 - "Accounting Directors' Loan" as issued by the Institute of Chartered Accountants of Pakistan.

**Note 6
Surplus on revaluation of property, plant & equipment**

Latest revaluation of freehold land has been carried out as at June 30, 2024 by M/s. Dimensions Evaluators & Consultants (Private) Limited on the basis of their professional assessment of present market value, based on enquiries made about the cost of land of similar nature, size and location.

Note 7

Long Term Loan

	Note	2025 Rupees	2024 Rupees
Banking companies - Secured			
Demand Finance	7.1	-	-
Cash Finance	7.2	43,356,922	-
Less: Current and overdue portion shown under current liabilities	14	(30,000,000)	-
		<u>13,356,922</u>	<u>-</u>

7.1 This represents outstanding term finance obtained from the Bank of Punjab to meet the working capital requirements of the company. This loan had been rescheduled/restructured by the Bank of Punjab in 2020-21 as total demand finance facility is repayable in 26 quarterly instalments carries markup at 6%. The facility is secured against exclusive charge over sponsor's residential and agricultural property, ranking charge over fixed and current assets of the Company and personal guarantees of directors of the Company. Last quarter instalment has been paid subsequent to year end due to which long term loan has been classified as current liability.

7.2 This represents outstanding cash finance rescheduled by National Bank of Pakistan in current year as the outstanding amount along with accrued mark-up and cost of fund is payable in 36 monthly instalments.

Note 8

Lease liabilities

	2025 Rupees	2024 Rupees
Opening balance	45,020,168	40,193,006
Add: Additions during the year	-	-
Add: Interest expense	1,100,553	1,198,110
Less: Impact of remeasurement	29,603,231	13,325,026
Less: Payments made	(9,910,635)	(9,695,974)
Gross liability	65,813,317	45,020,168
Less: Current portion	(9,449,026)	(8,806,523)
Closing balance	<u>56,364,291</u>	<u>36,213,645</u>

8.1 Summary of amounts relating to leases charged in different line items of the financial statements is as follows:

	Included in	Note	2025 Rupees	2024 Rupees
Carrying amount of ROU assets	Statement of financial position	18	81,229,035	56,082,708
Depreciation charge	Cost of sales	30	4,456,904	4,841,673
Interest expense	Finance cost	34	1,100,553	1,198,110

8.2 Maturity analysis of contractually undiscounted cash flows

	Within One Year	Between Two to Five Years	Later than Five Years
	----- (Rupees) -----		
As at June 30, 2025	10,137,666	42,908,296	79,648,988

Note 8 - Lease liabilities ... Contd.

8.3 Nature of leasing activities

- 8.3.1 The Company acquired 1850 kWp solar system under finance lease arrangement, for a period of 15 years. Present value of lease payments has been discounted using interest rate ranging from 3 months KIBOR with a spread of up to 2% (to be revised annually). Rentals are paid in monthly instalments whereas repair & maintenance costs are borne by the Company. In case of earlier termination, the Company will be required to pay entire rentals for remaining period of lease agreement.
- 8.3.2 There are no variable lease payments in the lease contracts. There are no leases with residual value guarantees or leases not yet commenced to which the Company is committed.
- 8.3.3 The remaining lease term of the lease contract is 11.6 years (2024: 12.6) for which lease liability is recorded.

Note 9

Deferred Liabilities

	Note	2025 Rupees	2024 Rupees
Gratuity payable	9.1	31,444,850	16,761,990
9.1 Gratuity payable			
9.1.1 Net liability recognized in the statement of financial position			
Present value of defined benefit obligations		31,444,850	16,761,990
9.1.2 Movement in the net liability recognized in the statement of financial position			
Net liability as at 1st July		16,761,990	14,069,822
Opening Benefits payable		1,465,000	4,087,707
Expense recognized in the income statement		12,533,780	5,144,840
Benefits paid during the year		(2,720,992)	(4,105,458)
Closing Benefits payable		-	(1,465,000)
Actuarial (Gains) /Losses		3,405,072	(969,921)
Net liability as at 30th June		31,444,850	16,761,990
9.1.3 Movement in the present value of defined benefit obligation is as follows:			
Present value of defined benefit obligation as at 1st July		16,761,990	14,069,822
Opening Benefits payable		1,465,000	4,087,707
Current service cost		10,154,016	2,978,967
Interest cost		2,379,764	2,165,873
Benefit paid		(2,720,992)	(4,105,458)
Closing Benefits payable		-	(1,465,000)
Remeasurement of obligation		3,405,072	(969,921)
Present value of defined benefit obligation as at 30th June		31,444,850	16,761,990
9.1.4 Amount charge to profit and loss account			
Current service cost		10,154,016	2,978,967
Interest cost		2,379,764	2,165,873
		12,533,780	5,144,840
9.1.5 Allocation of charge for the year			
Cost of sales	30	7,289,967	1,238,827
Administrative expenses	32	5,243,813	3,906,013
		12,533,780	5,144,840
9.1.6 Amount recognized in other comprehensive income are:			
Actuarial loss due to experience adjustments		3,405,072	(969,921)

Note 9 - Deferred Liabilities ... Contd.

9.1.7 Estimated charge for the next year - 2025 to 2026

Current service cost	10,931,237
Interest on defined benefit liability	3,506,869
	<u>14,438,106</u>

9.1.8 Key actuarial assumptions used:

The company operates a defined benefit plan which comprises an unfunded gratuity scheme for its permanent employees. The scheme defined the amounts of the benefit that an employee will receive on or after retirement subject to minimum qualifying period of service under the scheme. Actuarial valuation of the scheme is carried out every year and the latest actuarial valuation was carried out on June 30, 2025 using Projected Unit Credit method by an approved actuary.

	2025	2024
Discount rate	11.75%	14.75%
Expected rate of salary increase	10.75%	13.75%
Retirement age	60 Years	60 Years

9.1.9 Sensitivity analysis for actuarial assumptions:

The sensitivity of the defined benefit obligation to changes in the weighted principle assumption is:

	Change in assumption	Increase in assumption	Decrease in assumption
Discount rate	+ - by 100 bps	29,023,828	34,049,848
Salary increase	+ - by 100 bps	34,106,760	28,983,944

9.2 Deferred tax liability - Net

- 9.2.1 Deferred tax asset amounting to Rs. 55.615 million arising due to brought forward losses amounting to Rs. 191.776 million has not been recognized in the current year, as the attributable temporary differences are not expected to reverse in the foreseeable future.

Note 10

Trade and Other Payables

	Note	2025 Rupees	2024 Rupees
Creditors - Unsecured		228,516,783	257,937,952
Contract liabilities		8,619,724	5,089,852
Accrued liabilities	10.1	283,094,445	254,370,055
Withholding tax payable		4,905,535	3,795,225
Sales tax payable		4,414,878	-
Workers' (profit) participation fund		3,989,604	3,586,161
Workers welfare fund		843,047	843,047
Other liabilities		5,572,804	5,572,804
		<u>539,956,820</u>	<u>531,195,096</u>

- 10.1 This mainly includes salaries & wages payable and utility bills payable as at reporting date.

Note 11
Unclaimed dividend

	2025	2024
	Rupees	Rupees
	<u>3,247,016</u>	<u>3,247,016</u>

The Company has complied with Section 244 of the Companies Act, 2017 by issuing the prescribed notices. Transfer to the Federal Government's account could not be made as no operative mechanism has been provided by the regulators. Accordingly, the balance is carried as a liability and will be paid to shareholders on valid claim.

Note 12
Accrued Mark up

		2025	2024
	Note	Rupees	Rupees
Long term loan		14,112,652	15,867,677
Short term borrowings	12.1	115,445,800	115,445,800
Workers' (profit) participation fund		-	403,443
		<u>129,558,452</u>	<u>131,716,920</u>

- 12.1 The principal amount of the short term borrowings of Rs. 298.450 million is under litigation, the cost of funds is to be determined by Banking Court, at the current reporting date therefore no mark-up is charged for the year on the said borrowings.

Note 13
Short Term Borrowings

		2025	2024
	Note	Rupees	Rupees
Banking companies - Secured			
- Running finance / packing credit / cash finance	13.1	298,450,614	392,204,386
Related parties - Unsecured			
- Loan from directors	13.2	219,465,629	219,441,093
		<u>517,916,243</u>	<u>611,645,479</u>

13.1 Terms and conditions of borrowings

- **Purpose**
These facilities were obtained to meet working capital requirements of the Company.
- **Securities**
These facilities are secured against pledge of raw material stocks, registered hypothecation charge over fabrics and yarn stocks, imports documents, irrevocable L/Cs and export bills, charges over fixed and current assets of the Company and personal guarantees of sponsoring directors of the Company.

- 13.2 This represents interest free funds obtained from directors to meet working capital requirements of the Company.

Note 14
Current and Overdue Portion of Non Current Liabilities

		2025	2024
	Note	Rupees	Rupees
Long term loans	7	<u>55,151,358</u>	<u>39,523,562</u>
		<u>55,151,358</u>	<u>39,523,562</u>

- 14.1 Long term loan of Bank of Punjab has been classified as current liability due to Company's inability to pay loan's last instalment on due date as per agreed schedule of the bank, however it has been paid subsequent to reporting date.

Note 15

Provision for Taxation

	2025	2024
	Rupees	Rupees
Opening balance	45,841,895	50,009,317
Add: Charge for the current year	7,996,725	6,595,501
	53,838,620	56,604,818
Less: Payment / adjustments against advance tax	(33,283,213)	(10,762,923)
	20,555,407	45,841,895

- 15.1 The Company computes tax based on the generally accepted interpretations of the tax laws to ensure that the sufficient provision for the purpose of taxation is available. The comparison of estimated provision for taxation and actual tax assessed as per income tax return filed for previous years can be analysed as follows:

	2022	2023	2024
	Rupees	Rupees	Rupees
Provision for Taxation	15,597,808	10,762,923	6,595,501
Tax assessed			

Note 16

Contingencies and Commitments

Contingencies

- 16.1 Habib Metropolitan Bank Limited filed a suit against the Company and Others before the Lahore High Court vide COS No.173949/2018, wherein the Bank demanded recovery of Rs. 313.500 million inclusive of principal and mark up. This suit is still pending adjudication. The amount involved in this case is the same as claimed by the Bank. This case is being vigorously and diligently contested by the Company and there are good chances of a favourable result in this case.
- 16.2 The Company filed a suit against Habib Metropolitan Bank Limited, before the Lahore High Court vide COS No.219124/2018, wherein along with other prayers recovery of Rs. 578.318 million has been claimed. This suit is still pending adjudication. There is no scope of any loss to the Company in the instant matter.
- 16.3 The Company has filed appeal before the Appellate Tribunal Inland Revenue, Lahore, with reference to proceedings under section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2021. The appeal is a pending adjudication and decision is likely to be in favor of the Company.

Commitments

There are no commitments as at reporting date.

Note 17
Property, Plant and Equipment

	Note	2025	2024
		Rupees	Rupees
Operating fixed assets	16.1	1,105,120,138	1,108,252,054

17.1 Operating fixed assets

2025									
Description	Land	Freehold	Factory & Colony Building on Freehold Land	Plant & Machinery	Tools & Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Total
	Rupees		Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees

Cost

Balance as at July 01, 2024	643,260,000		181,663,215	1,438,745,813	5,345,946	17,527,946	6,831,464	2,160,837	2,295,535,221
Additions	-		-	13,671,186	-	-	-	16,213,139	29,884,325
Deletions	-		-	-	-	-	-	(111,140)	(111,140)
Balance as at June 30, 2025	643,260,000		181,663,215	1,452,416,999	5,345,946	17,527,946	6,831,464	18,262,836	2,325,308,406

Accumulated Depreciation

Balance as at July 01, 2024	-		151,354,115	1,006,434,475	4,886,279	17,098,804	5,822,163	1,687,331	1,187,283,167
Charge for the year	-		1,515,455	30,341,536	45,967	85,828	100,930	901,696	32,991,412
Deletions	-		-	-	-	-	-	(86,311)	(86,311)
Balance as at June 30, 2025	-		152,869,570	1,036,776,011	4,932,246	17,184,632	5,923,093	2,502,716	1,220,188,268

Written Down Value as at June 30, 2025

643,260,000	28,793,645	415,640,988	413,700	343,314	908,371	15,760,120	1,105,120,138
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17.1.2 Depreciation rates

-	5%	7%	10%	20%	10%	20%
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Note 17 - Property, Plant and Equipment ... Contd.

17.2 Operating fixed assets

2024										
Description	Land	Freehold	Factory & Colony Building on Freehold Land	Plant & Machinery	Tools & Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Total	
	Rupees		Rupees		Rupees		Rupees		Rupees	

17.2.1 Owned assets

Cost

Balance as at July 01, 2023	397,300,000		181,663,215	1,438,745,813	5,345,946	17,527,946	6,831,464	2,749,027	2,050,163,411
Additions	-		-	-	-	-	-	239,800	239,800
Revaluation adjustment	245,960,000		-	-	-	-	-	-	245,960,000
Deletions	-		-	-	-	-	-	(827,990)	(827,990)
Balance as at June 30, 2024	643,260,000		181,663,215	1,438,745,813	5,345,946	17,527,946	6,831,464	2,160,837	2,295,535,221

Accumulated Depreciation

Balance as at July 01, 2023	-		149,758,900	973,894,912	4,835,205	16,991,519	5,710,018	2,323,630	1,153,514,184
Charge for the year	-		1,595,215	32,539,563	51,074	107,285	112,145	86,990	34,492,272
Deletions	-		-	-	-	-	-	(723,289)	(723,289)
Balance as at June 30, 2024	-		151,354,115	1,006,434,475	4,886,279	17,098,804	5,822,163	1,687,331	1,187,283,167

Written Down Value as at June 30, 2024

	643,260,000		30,309,100	432,311,338	459,667	429,142	1,009,301	473,506	1,108,252,054
	-		5%	7%	10%	20%	10%	20%	

17.2.2 Depreciation rates

Note 17 - Property, Plant and Equipment ... Contd.

17.3 Particulars of immovable property (i.e. land and building) in the name of Company are as follows:

Location / Address	Usage of immovable property	Total Area (In Kanal)	Covered Area (In sq. ft.)
49-Km, Multan Road, Bhai Phero	Production unit	106.8	194,000
7-Km, Multan Road, Pattoki	Production unit	118.3	163,893

17.4 Allocation of depreciation charge

Depreciation charge for the year has been apportioned as follows:

		2025	2024
	Note	Rupees	Rupees
Cost of sales	29	31,902,958	34,185,852
Administrative expenses	31	1,088,454	306,420
		<u>32,991,412</u>	<u>34,492,272</u>

17.5 As per the valuation report of independent valuer as of June 30, 2024, the forced sales value of freehold land is Rs. 529.026 million.

17.6 Had there been no revaluation, the cost of revalued asset would have been amounting to Rs. 11.737 million as at reporting date.

17.7 The table below analyses the assets carried at fair value, by valuation method. The different levels have been defined as

Level 1	quoted prices (unadjusted) in active markets 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 the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1	Level 2	Level 3	Total
	-----Rupees-----			
Land Freehold	-	643,260,000	-	643,260,000

17.8 Disposal of Property, plant and equipment

17.8.1 There is / was no disposal during the current / last year whose net book value exceeds Rs. 500,000 or more.

Note 18
Right-of-Use Assets

		2025	2024
	Note	Rupees	Rupees
Solar System			
Opening balance		56,082,708	47,599,355
Add / Less: Impact of remeasurement		29,603,231	13,325,026
Less: Depreciation charge for the year	30	(4,456,904)	(4,841,673)
Closing balance		<u>81,229,035</u>	<u>56,082,708</u>

- 18.1 The Company has lease contract for purchase of solar system having lease term of 15 years. The Company's obligations under its leases are secured by the lessor's title to the solar system.

Note 19
Intangible Assets

		2025	2024
	Note	Rupees	Rupees
Net carrying value			
Opening balance of net book value		95,317	119,146
Amortization	30	(19,064)	(23,829)
Net book value as at June 30		<u>76,253</u>	<u>95,317</u>
Gross carrying value			
Cost		3,630,520	3,630,520
Accumulated amortization		(3,554,267)	(3,535,203)
Net book value		<u>76,253</u>	<u>95,317</u>
Amortization rate per annum		<u>20%</u>	<u>20%</u>

- 19.1 Amortization charge for the year has been allocated to cost of sales.
19.2 Intangible assets include ERP system and other software implemented and used by the Company.

Note 20
Long Term Loans

		2025	2024
	Note	Rupees	Rupees
Loans to employees - (Secured - considered good)			
- Due from executives	20.1	6,947,688	6,467,688
- Due from other employees		4,455,362	4,455,362
		11,403,050	10,923,050
Less: Current portion			
- Due from executives	24	-	-
- Due from other employees		-	-
		<u>11,403,050</u>	<u>10,923,050</u>
20.1 Reconciliation of carrying amount of loan to executives:			
Opening balance		6,467,688	6,030,088
Disbursement during the year		-	-
		6,467,688	6,030,088
Disbursement during the year		480,000	437,600
Closing Balance		<u>6,947,688</u>	<u>6,467,688</u>

- 20.2 This represents interest free loans given to executives and other employees for construction of houses and other purposes as per the Company's policy. These loans are secured against gratuity balances.
20.3 The maximum aggregate amount of loans due from executives at the end of any month during the year was Rs. 6.948 million (2024: Rs. 6.467 million)
20.4 Long term loans have been carried at cost as the effect of carrying these balances at amortized cost would not be material.

Note 21
Long Term Deposits

	2025	2024
	Rupees	Rupees
Security deposits against utilities	<u>60,348,192</u>	<u>51,467,222</u>

Note 22
Stores and Spares

	2025	2024
	Rupees	Rupees
Stores and spares	<u>12,612,311</u>	<u>10,628,559</u>

22.1 No identifiable stores and spares were held for specific capitalization.

Note 23
Stock in Trade

	2025	2024
	Rupees	Rupees
Raw materials	-	135,898,277
Work in process	11,090,729	11,931,831
Finished goods	<u>307,984,410</u>	<u>451,606,800</u>
	<u>319,075,139</u>	<u>599,436,908</u>

23.1 Short term borrowings availed by the Company are secured by way of hypothecation charge on present and future current assets of the Company (including stock in trade) as per detail given in note 13 to these financial statements.

Note 24
Trade Debts

	2025	2024
	Rupees	Rupees
Local - Unsecured		
Trade debts (Considered good)	<u>11,679,760</u>	<u>9,675,823</u>

24.1 Trade debts do not include any amount due from related parties.

Note 25
Loans and Advances

		2025	2024
	Note	Rupees	Rupees
Current portion of loan to employees:			
- Due from executives	20	-	-
- Due from other employees		-	-
Advances - Considered good:			
- Suppliers and contractors	25.1	9,206,704	216,733
- Employees	25.2	<u>22,320,808</u>	<u>23,498,814</u>
		<u>31,527,512</u>	<u>23,715,547</u>

25.1 Advances to suppliers and contractors do not include any amount given to related parties.

25.2 This represents interest-free loans given to employees as per the Company's policy. These loans are recoverable from salary in instalments and are secured against their gratuity balances of employees. Advances to employees do not include any amount given to directors of the Company.

Note 26

Trade Deposits and Other Receivables

	2025	2024
	Rupees	Rupees
Security deposits	185,000	185,000
Margin against letter of credit	-	5,396,901
	<u>185,000</u>	<u>5,581,901</u>

Note 27

Tax Refunds Due from Government

	2025	2024
	Rupees	Rupees
Tax deducted at source and advance tax	6,508,221	33,283,213
Sales tax refundable	-	4,700,573
	<u>6,508,221</u>	<u>37,983,786</u>

Note 28

Cash and Bank Balances

	2025	2024
	Rupees	Rupees
Cash in hand	563,737	621,852
Cash at bank - in current accounts	<u>7,021,876</u>	<u>9,000,841</u>
	<u>7,585,613</u>	<u>9,622,693</u>

Note 29

Sales

	2025	2024
	Rupees	Rupees
Local		
- Grey cloth	36,389,430	196,983,786
- Processing income	<u>718,501,415</u>	<u>425,631,500</u>
	754,890,845	622,615,286
Sales tax	<u>(115,152,838)</u>	<u>(94,975,216)</u>
Net sales	<u>639,738,007</u>	<u>527,640,070</u>

29.1 Revenue has been recognized at a point in time for local sales made during the year.

Note 30

Cost of Sales

		2025	2024
	Note	Rupees	Rupees
Raw materials consumed	30.1	135,898,277	-
Fuel and power		382,342,121	349,380,876
Salaries, wages and other benefits	30.2	139,167,212	122,451,059
Stores, spares and chemicals consumed		37,826,813	36,204,979
Repairs and maintenance		10,820,036	14,332,432
Packing material		3,954,219	3,440,064
Insurance		3,047,530	770,678
Miscellaneous		312,507	96,880
Amortization	19	19,064	23,829
Depreciation	17.4 , 18	<u>36,359,862</u>	<u>39,027,525</u>
		749,747,641	565,728,322

Note 30 - Cost of Sales ... Contd.

Work in process:

- Opening work in process	11,931,831	20,252,882
- Closing work in process	(11,090,729)	(11,931,831)
	841,102	8,321,051

Cost of goods manufactured

750,588,743	574,049,373
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Finished goods:

- Opening finished goods	451,606,800	402,146,772
- Closing finished goods	(307,984,410)	(451,606,800)
	143,622,390	(49,460,028)

894,211,133	524,589,345
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30.1 Raw materials consumed:

- Opening stock	135,898,277	-
- Purchases	-	135,898,277
- Purchase expenses	-	-
	135,898,277	135,898,277
- Closing stock	-	-
	135,898,277	135,898,277

30.2 This includes Rs. 7.290 million (2024: Rs. 1.239 million), approximately, in respect of employee benefits - gratuity scheme.

Note 31

Distribution Costs

	2025	2024
	Rupees	Rupees
Salaries, wages and other benefits	6,667,700	4,985,160

Note 32

Administrative Expenses

	Note	2025	2024
		Rupees	Rupees
Salaries, wages and other benefits	32.1	23,006,507	20,602,803
Vehicles' running and maintenance		3,330,962	3,683,737
Electricity and gas		1,875,848	4,531,871
Fees and subscriptions		1,728,511	4,258,435
Communications		721,914	823,335
Entertainment		587,224	590,069
Repairs and maintenance		322,905	304,360
Insurance		283,310	47,011
Printing and stationery		234,630	166,916
Traveling and conveyance		168,740	191,650
Advertisement		113,000	53,000
Rent, rates and taxes		75,301	-
Miscellaneous		50,913	540,834
Depreciation	17.4	1,088,454	306,420
		33,588,219	36,100,441

32.1 This includes Rs. 5.244 million (2024: Rs. 3.906 million), approximately, in respect of employee benefits - gratuity scheme.

Note 33

Other Operating Charges

	Note	2025 Rupees	2024 Rupees
Auditors' remuneration	33.1	800,000	800,000
33.1 Auditors' remuneration			
Audit fee		550,000	550,000
Certification and reviews		250,000	250,000
		800,000	800,000

Note 34

Finance Cost

	2025 Rupees	2024 Rupees
Mark up on:		
- Long term loan	2,002,401	2,907,913
- Lease liability	1,100,553	1,198,110
- Workers' (profit) participation fund	-	403,443
Bank charges and commissions	139,978	130,547
	3,242,932	4,640,013

Note 35

Other Operating Income

	2025 Rupees	2024 Rupees
Gain on disposal of property, plant and equipment	55,171	865,299

Note 36

Levies and Taxation

	2025 Rupees	2024 Rupees
Levies		
- Minimum Tax	7,996,725	6,595,501
- Prior year adjustment	-	-
	7,996,725	6,595,501
Taxation		
- Current	-	-
- Deferred	-	-
	7,996,725	6,595,501

36.1 This represents final tax under section 154 and minimum tax under section 113 of the Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21/IAS 37.

36.2 Reconciliation of current tax charged as per tax laws for the year, with current tax recognized in the statement of profit or loss, is as follows:

Current tax liability for the year as per applicable tax laws	7,996,725	6,595,501
Portion of current tax liability as per tax laws, representing income tax under IAS 12	-	-
Portion of current tax computed as per tax laws, representing levy in terms of requirements of IFRIC 21/IAS 37	(7,996,725)	(6,595,501)
Difference	-	-

36.3 The Company is not presenting the tax charge reconciliation because the Company has incurred tax loss during the year and the company has recognized levy for the year which represents minimum tax at the rate of 1.25% of turnover (2024: 1.25% of turnover) under section 113 of the Income Tax Ordinance, 2001.

Note 37
Loss per Share

	2025	2024
	Rupees	Rupees
	Number of shares	
Weighted average number of ordinary shares outstanding during the year	136,000,000	124,960,000
Loss for the Year	(306,713,531)	(49,205,091)
Loss per share - basic (Rupees per share)	(2.26)	(0.39)

37.1 There is no dilution effect on the basic earnings per share of the Company as the Company has no such commitment that would result in dilution of earnings of the Company.

Note 38
Cash Generated from Operations

	2025	2024
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(306,713,531)	(49,205,091)
Adjustments for:		
- Depreciation	37,448,316	39,333,945
- Levies	7,996,725	6,595,501
- Provision for gratuity	13,998,780	5,144,840
- Finance cost	3,242,932	4,640,118
- Long term deposits written off	-	165,000
- Amortization of intangible asset	19,064	23,829
- Gain on disposal of property, plant and equipment	(55,171)	(865,299)
	62,650,646	55,037,934
Operating (loss) / profit before working capital changes	(244,062,885)	5,832,843
(Increase) / decrease in current assets		
- Stores and spares	(1,983,752)	1,611,669
- Stock in trade	280,361,769	(177,037,254)
- Trade debts	(2,003,937)	(6,882,749)
- Loans and advances	(7,811,965)	(4,232,902)
- Trade deposits and other receivables	5,396,901	27,000
- Tax refund due from government	9,115,451	(8,747,635)
(Decrease) / increase in current liabilities		
- Trade and other payables	4,346,846	191,157,676
	287,421,313	(4,104,195)
Cash generated from operations	43,358,428	1,728,648

Note 39
Liabilities Arising from Financing Activities

	As at Jul 01, 2024	Non-Cash Changes	Cash Flows (Net)	As at June 30, 2025
	Rupees			
Long term loan	39,523,562	-	15,627,796	55,151,358
Lease liabilities	45,020,168	-	20,793,149	65,813,317
Short term borrowings	392,204,386	-	(93,753,772)	298,450,614
Total liabilities from financing activities	476,748,116	-	(57,332,827)	419,415,289

	As at Jul 01, 2023	Non-Cash Changes	Cash Flows (Net)	As at June 30, 2024
	Rupees			
Long term loan	53,896,153	-	(14,372,591)	39,523,562
Lease liabilities	40,193,006	-	4,827,162	45,020,168
Short term borrowings	392,204,386	-	-	392,204,386
Total liabilities from financing activities	486,293,545	-	(9,545,429)	476,748,116

Note 40

Remuneration of Chief Executive and Executives

The aggregate amounts charged in the accounts for the year as remuneration and benefits to the chief executive, executive director and executives of the Company are as follows:

	Chief Executive		Executives	
	2025	2024	2025	2024
	Rupees	Rupees	Rupees	Rupees
Managerial remuneration	5,250,000	5,250,000	14,568,943	14,389,200
House rent allowance	1,875,000	1,875,000	5,203,194	5,139,000
Utilities	375,000	375,000	1,040,638	1,027,800
Car allowance and others	1,797,829	1,462,607	536,529	347,797
	<u>9,297,829</u>	<u>8,962,607</u>	<u>21,349,304</u>	<u>20,903,797</u>
Number of persons	1	1	8	9

40.1 No meeting fee has been paid to any director of the Company.

40.2 Chief executive and certain executives are provided with free use of Company maintained vehicles.

40.3 An executive is defined as an employee, other than the chief executive and directors, whose basic salary exceeds Rs. 1.2 million in a financial year.

Note 41

Transaction with Related Parties

Related parties and associated undertaking comprise related group companies, associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties and associated companies, other than remuneration and benefits to key management personnel under the terms of their employment, are as follows:

	2025 Rs. '000'	2024 Rs. '000'
Associates and related parties		
Long term loan obtained from director	81,955	34,176
Short term funds availed from directors	25	1,998

There were no transactions with key management personnel other than undertaken as per terms of their employment as disclosed in Note 40.

Sale and purchase transactions have been carried out on commercial terms and conditions as per Company's policy.

Note 42
Segment Reporting

For management purposes, the activities of the Company are organized into two operating segment i.e., weaving and spinning. The Company operates in the said reportable operating segments based on the nature of products, risks and returns, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in these financial statements related to the Company's reportable segment.

Information regarding the Company's reportable segment is presented below:

42.1 Segment revenues and results

	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
<i>For the year ended June 30, 2025</i>			
Sales - net	639,738,007	-	639,738,007
Cost of sales	(890,324,369)	(3,886,764)	(894,211,133)
Gross Profit / (Loss)	(250,586,362)	(3,886,764)	(254,473,126)
Distribution cost	(6,667,700)	-	(6,667,700)
Administrative expenses	(33,566,274)	(21,945)	(33,588,219)
Operating Loss	(40,233,974)	(21,945)	(40,255,919)
	(290,820,336)	(3,908,709)	(294,729,045)
Other operating charges	(800,000)	-	(800,000)
Finance cost	(3,242,932)	-	(3,242,932)
Other operating income	55,171	-	55,171
Loss before Levies & Taxation	(294,808,097)	(3,908,709)	(298,716,806)
Levies			(7,996,725)
Loss before Taxation			(306,713,531)
Taxation			-
Loss for the Year			(306,713,531)
<i>For the year ended June 30, 2024</i>			
Sales - net	527,640,070	-	527,640,070
Cost of sales	(520,418,844)	(4,170,501)	(524,589,345)
Gross Profit / (Loss)	7,221,226	(4,170,501)	3,050,725
Distribution cost	(4,985,160)	-	(4,985,160)
Administrative expenses	(36,073,633)	(26,808)	(36,100,441)
Operating Loss	(41,058,793)	(26,808)	(41,085,601)
	(33,837,567)	(4,197,309)	(38,034,876)
Other operating charges	(800,000)	-	(800,000)
Finance cost	(4,640,013)	-	(4,640,013)
Other operating income	865,299	-	865,299
Loss before Levies & Taxation	(38,412,281)	(4,197,309)	(42,609,590)

Note 42 - Segment Reporting ... Contd.

Levies	(6,595,501)
Loss before Taxation	(49,205,091)
Taxation	-
Loss for the Year	<u>(49,205,091)</u>

42.1.1

Revenue reported above represents revenue generated from external customers. Inter-segment sales during the year is Rs. Nil (2024: Nil)

42.1.2

The accounting policies of the reportable segments are the same as the Company's accounting policies described in note 3 to the financial statements.

42.2 Entity-wide disclosures regarding single reportable segment are as follows:

- *Information about products*

One product of the weaving segment comprises 7.31% (2024: 35.68%) of total sales for the year.

One product of the spinning segment comprises 0% (2024: 0%) of total sales for the year.

- *Information about major customers*

One customer of the weaving segment accounts for 54.25% (2024: 80.92%) of total sales for the year.

One customer of the spinning segment accounts for 0% (2024: 0%) of total sales for the year.

- *Information about geographical area*

All non-current assets of the Company are located in Pakistan as at the reporting date. Revenue from export sale is Nil. (2024: Nil).

42.3 Segment assets and liabilities

Reportable segments' assets and liabilities are reconciled to total assets and liabilities as follows:

	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
As at June 30, 2025			
Segment assets for reportable segments	1,433,959,580	206,882,423	1,640,842,003
Unallocated assets			6,508,221
Total assets as per balance sheet			<u>1,647,350,224</u>
Segment liabilities for reportable segments	1,033,597,022	229,574,713	1,263,171,735
Unallocated liabilities			113,828,650
Total liabilities as per balance sheet			<u>1,377,000,385</u>
As at June 30, 2024			
Segment assets for reportable segments	1,672,072,177	213,409,605	1,885,481,782
Unallocated assets			37,983,786
Total assets as per balance sheet			<u>1,923,465,568</u>
Segment liabilities for reportable segments	978,746,689	229,574,713	1,208,321,402
Unallocated liabilities			216,630,724
Total liabilities as per balance sheet			<u>1,424,952,126</u>

Note 42 - Segment Reporting ... Contd.

For the purposes of monitoring segment performance and allocating resources between segments

- all assets are allocated to reportable segments other than those directly relating to corporate and tax assets;
- and
- all liabilities are allocated to reportable segments other than current and deferred tax liabilities.

42.4

Other Segment Information

	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
<i>For the year ended 30 June 2025</i>			
Capital expenditure	29,884,325	-	29,884,325
Depreciation and amortization	33,558,671	3,908,709	37,467,380
Non-cash items other than depreciation and amortization - net	17,241,712	-	17,241,712
	Weaving Segment	Spinning Segment	Total
	Rupees	Rupees	Rupees
<i>For the year ended 30 June 2024</i>			
Capital expenditure	239,800	-	239,800
Depreciation and amortization	35,160,465	4,197,309	39,357,774
Non-cash items other than depreciation and amortization - net	9,784,958	-	9,784,958

Note 43
Financial Risk Management

43.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, other price risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management policies focus on the unpredictability of financial markets and seek to minimize potential adverse effects on the financial performance.

Risk management is carried out by the Board of Directors (the Board). The Board provides principles for overall risk management as well as policies covering specific areas such as currency risk, other price risk, interest rate risk, credit risk and liquidity risk.

(a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign currency, interest rate, commodity price and equity price that will affect the Company's income or the value of its holdings of financial instruments.

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk arises mainly from future commercial transactions or receivables and payables that exist due to transactions in foreign currencies.

Since there have been no foreign currency receivables and payables as at reporting date therefore the Company is not exposed to currency risk with respect to foreign receivables and payables.

(ii) Other price risk

Other price risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instrument traded in the market. The Company is not exposed to equity and commodity price risk.

(iii) Interest rate risk

This represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company has no significant long-term interest-bearing assets. The Company's interest rate risk arises from long term financing and short term borrowings. As the borrowings are obtained at variable rates, these expose the Company to cash flow interest rate risk.

At the balance sheet date the interest rate profile of the Company's interest bearing financial instruments was as follows:

	2025 Rupees	2024 Rupees
Floating rate instruments		
Financial liabilities		
Long term loan	55,151,358	39,523,562
Lease liabilities	65,813,317	45,020,168
Short term borrowings	517,916,243	611,645,479
Financial assets		
Bank balances - saving accounts		

Cash flow sensitivity analysis for variable rate instruments

If interest rates at the balance sheet date, fluctuate by 1% higher / lower with all other variables held constant, profit/(loss) before taxation for the year would have been Rs. 6.389 million (2024: Rs. 6.962 million) lower / higher, mainly as a result of higher / lower interest expense on floating rate borrowings. This analysis is prepared assuming the amounts of liabilities outstanding at balance sheet dates were outstanding for the whole year.

Note 43 - Financial Risk Management ... Contd.

(b) Credit risk

Credit risk represents the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Carrying amounts of financial assets represent the maximum credit exposure. The maximum exposure to credit risk at the reporting date was as follows:

	2025	2024
	Rupees	Rupees
Long term loans	11,403,050	10,923,050
Long term deposits	60,348,192	51,467,222
Trade debts	11,679,760	9,675,823
Short term loans to employees	22,320,808	23,498,814
Trade deposits and other receivables	185,000	185,000
Bank balances	7,021,876	9,000,841

The aging of trade debts at balance sheet date is as follows:

	2025	2024
	Rupees	Rupees
1 - 30 days	4,255,860	7,132,360
31 - 60 days	-	272,704
61 - 120 days	5,054,000	-
120 days and above	2,369,900	2,270,759
	<u>11,679,760</u>	<u>9,675,823</u>

The Company believes that it is not exposed to major concentration of credit risk as its exposure is spread over a large number of parties and trade debts are subject to specific credit ceilings based on customer credit history.

The credit quality of bank balances that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or to historical information about counter party default rate:

Agency	Rating	
	Short Term	Long Term
Allied Bank Limited	PACRA	A1+
Bank Alfalah Limited	PACRA	A1+
Habib Metropolitan Bank Limited	PACRA	A1+
Meezan Bank Limited	JCR - VIS	A-1+
MCB Bank Limited	PACRA	A1+
United Bank Limited	JCR - VIS	A1+
Bank Of Punjab	PACRA	A1+
Bank Al Habib Limited	PACRA	A1+

Due to company's long standing business relationship with these counter parties and after giving due consideration to their strong financial standing, management does not expect non-performance by these counter parties on their obligation to the company. Accordingly, the credit risk is minimal.

(c) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company manages liquidity risk by maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities. As at the balance sheet date, the Company had Rs. 906.568 million (2024: Rs. 906.568 million) worth short term borrowing limits available from financial institutions and Rs. 7.586 million (2024: Rs. 9.623 million) cash and bank balances. Following are the contractual maturities of financial liabilities, including interest payments.

Contractual maturities of financial liabilities as at June 30, 2025:

Description	Carrying Amount	On Demand	Contractual cash flows	Within 1 Year	1-2 Years	2-5 Years
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Long term loan	55,151,358	-	55,151,358	25,151,358	-	30,000,000
Lease liabilities	65,813,317	-	132,694,950	10,137,666	42,908,296	79,648,988
Trade and other payables	520,230,952	-	520,230,952	520,230,952	-	-
Accrued mark up	129,558,452	-	129,558,452	129,558,452	-	-
Short term borrowings	517,916,243	517,916,243	-	-	-	-
	<u>1,288,670,322</u>	<u>517,916,243</u>	<u>837,635,712</u>	<u>685,078,428</u>	<u>42,908,296</u>	<u>109,648,988</u>

Note 43 - Financial Risk Management ... Contd.

Contractual maturities of financial liabilities as at June 30, 2024:

Description	Carrying Amount	On Demand	Contractual cash flows	Within 1 Year	1-2 Years	2-5 Years
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Long term loan	39,523,562	-	39,523,562	-	14,372,000	25,151,562
Lease liabilities	45,020,168	-	142,601,310	9,906,360	41,952,606	90,742,344
Trade and other payables	517,397,859	-	517,397,859	517,397,859	-	-
Accrued mark up	131,716,920	-	131,716,920	131,716,920	-	-
Short term borrowings	611,645,479	611,645,479	-	-	-	-
	<u>1,345,303,988</u>	<u>611,645,479</u>	<u>831,239,651</u>	<u>659,021,139</u>	<u>56,324,606</u>	<u>115,893,906</u>

The contractual cash flows relating to the above financial liabilities have been determined on the basis of interest rates / mark up rates effective as at 30th June. The rates of interest / mark up have been disclosed in Note 7, 8 and 12 to these financial statements.

(d) Fair value of 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 in the principal market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique.

As at June 30, 2025 the net fair value of all financial assets and financial liabilities are estimated to approximate their carrying values.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the reporting date. The fair values of all other financial assets and liabilities are not considered to be significantly different from their carrying values.

The Company classifies the financial instruments measured in the statement of financial position at fair value in accordance with the following fair value measurement hierarchy:

Level 1	Quoted market prices
Level 2	Valuation techniques (market observable)
Level 3	Valuation techniques (non market observable)

43.2 Financial instruments by categories

Financial asset as at amortized cost

	2025	2024
	Rupees	Rupees
Long term loans	11,403,050	10,923,050
Long term deposits	60,348,192	51,467,222
Trade debts	11,679,760	9,675,823
Short term loans to employees	22,320,808	23,498,814
Trade deposits and other receivables	185,000	185,000
Cash and Bank Balance	7,585,613	9,622,693
	<u>113,522,423</u>	<u>105,372,602</u>

Financial liabilities at amortized cost

	2025	2024
	Rupees	Rupees
Long term loan	55,151,358	39,523,562
Lease liabilities	65,813,317	45,020,168
Trade and other payables	520,230,952	517,397,859
Accrued mark up	129,558,452	131,716,920
Short term borrowings	517,916,243	611,645,479
	<u>1,288,670,322</u>	<u>1,345,303,988</u>

43.3 Fair values of financial assets and liabilities

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

Note 44
Capital Risk Management

While managing capital, the objectives of the Company are to ensure that it continues to meet the going concern assumption, enhance shareholders' wealth and meets stakeholders' expectations. The Company ensures its sustainable growth viz. maintaining optimal capital structure, keeping its finance cost low, exercising the option of issuing right shares or repurchase shares, if possible, selling surplus property, plant and equipment without affecting the optimal operating level, and regulate its dividend payout thus maintaining smooth capital management.

In line with others in the industry, the Company monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including current and non current) less cash and cash equivalents. Total capital is calculated as equity as shown in the balance sheet plus net debt.

As on the balance sheet date, the gearing ratio of the Company was as under:

	2025	2024
	Rupees	Rupees
Total borrowings	586,424,523	651,169,041
Cash and bank balances	(7,585,613)	(9,622,693)
Net Debt	578,838,910	641,546,348
Equity	270,349,839	498,513,442
Total capital employed	849,188,749	1,140,059,790
Gearing Ratio	68%	56%

Note 45
Plant Capacity and Production

	2025	2024
Air Jet Looms installed	264	264
Installed capacity converted into 50 picks based on 364 days (Sq. Meters approximately)	60,694,000	60,694,000
Actual production converted into 50 picks - (Sq. Meters)	11,648,694	32,390,261
Number of spindles installed	17,976	17,976
Installed capacity in 20's count (Kgs) - approximately	8,853,756	8,853,756
Actual production after conversion into 20's count (Kgs)	-	-

45.1 Under utilization of installed capacities is mainly due to non availability of sufficient liquid funds.

Note 46
Number of Employees

		2025	2024
Average number of employees during the year	Note	389	353
Number of Employees as at June 30,	46.1, 46.2	426	351
46.1 This includes factory employees as at June 30,		417	339

46.2 This includes 220 permanent employees who are eligible for gratuity.

Note 47
Authorization of Financial Statements

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

Note 48
General

Figures in the financial statements have been rounded-off to the nearest rupees except stated otherwise.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



YOUSAF WEAVING MILLS LIMITED

KEY FINANCIAL DATA OF LAST FIVE YEARS

	2024	2023	2022	2021	2020
	Rs. '000'	Rs. '000'	Rs. '000'	Rs. '000'	Rs. '000'
Sales	527,640	860,825	1,244,911	723,253	415,495
Gross Profit / (Loss)	3,051	11,065	83,205	84,138	(31,506)
Profit / (Loss) Before Taxation	(42,609)	(54,196)	24,564	28,092	(69,177)
Tax	(6,596)	(12,271)	(15,598)	(10,913)	(6,304)
Profit / (Loss) After Taxation	(49,205)	(66,467)	8,967	17,180	(75,481)
Total Assets	1,923,131	1,517,712	1,538,100	1,153,897	985,723
Current Liabilities	(1,371,976)	(1,200,032)	(1,147,020)	(1,166,897)	(1,267,310)
	551,155	317,680	391,080	(13,000)	(281,588)

Issued, subscribed and paid up share capital	1,360,000	1,360,000	900,000	900,000	900,000
Long term loan from directors	48,652	14,476	449,106	106,600	37,640
Accumulated loss	(1,541,996)	(1,493,427)	(1,441,477)	(1,440,717)	(1,455,492)
Surplus on revaluation of land	631,523	385,563	385,563	385,563	203,833
Equity	498,179	266,612	293,192	(48,554)	(314,018)
Long term loan	-	-	-	-	-
Lease liabilities	36,214	32,910	50,251	-	-
Deferred Liability	16,762	18,158	47,637	35,553	32,431
	551,155	317,680	391,080	(13,000)	(281,588)

THE COMPANIES ACT, 2017
(Section 227(2)(f))
PATTERN OF SHAREHOLDING

1.1 Name of the Company

YOUSAF WEAVING MILLS LIMITED

2.1. Pattern of holding of the shares held by the shareholders as at

30-06-2025

-----Shareholdings-----			
2.2 No. of Shareholders	From	To	Total Shares Held
463	1	100	14,499
422	101	500	163,626
385	501	1,000	358,634
854	1,001	5,000	2,560,080
358	5,001	10,000	2,987,766
144	10,001	15,000	1,841,355
123	15,001	20,000	2,299,168
98	20,001	25,000	2,306,353
64	25,001	30,000	1,833,267
30	30,001	35,000	996,791
45	35,001	40,000	1,753,216
21	40,001	45,000	908,861
60	45,001	50,000	2,981,276
13	50,001	55,000	687,064
12	55,001	60,000	702,283
11	60,001	65,000	704,100
4	65,001	70,000	277,000
12	70,001	75,000	893,302
6	75,001	80,000	479,995
7	80,001	85,000	586,042
4	85,001	90,000	351,547
6	90,001	95,000	556,950
42	95,001	100,000	4,196,536
6	100,001	105,000	606,717
4	105,001	110,000	432,669
3	110,001	115,000	341,700
3	115,001	120,000	357,000
4	120,001	125,000	494,300
1	125,001	130,000	127,000
3	130,001	135,000	400,552
5	135,001	140,000	698,000
1	140,001	145,000	141,000
4	145,001	150,000	600,000
1	150,001	155,000	155,000
4	155,001	160,000	634,599
2	160,001	165,000	323,000
1	165,001	170,000	170,000
1	185,001	190,000	190,000
2	190,001	195,000	386,500
11	195,001	200,000	2,200,000
3	200,001	205,000	604,150
1	210,001	215,000	212,000
4	215,001	220,000	872,500
1	230,001	235,000	231,000
1	235,001	240,000	240,000

1	240,001	245,000	241,000
2	250,001	255,000	502,802
2	260,001	265,000	526,000
1	265,001	270,000	270,000
1	270,001	275,000	270,030
1	280,001	285,000	284,000
1	285,001	290,000	288,000
4	295,001	300,000	1,200,000
1	335,001	340,000	337,805
1	345,001	350,000	346,000
1	350,001	355,000	355,000
1	360,001	365,000	365,000
1	365,001	370,000	370,000
2	395,001	400,000	800,000
1	405,001	410,000	410,000
1	430,001	435,000	435,000
2	450,001	455,000	905,947
1	495,001	500,000	500,000
2	500,001	505,000	1,004,200
2	545,001	550,000	1,098,000
2	550,001	555,000	1,106,456
1	585,001	590,000	587,667
1	645,001	650,000	645,994
2	695,001	700,000	1,400,000
1	710,001	715,000	712,500
1	770,001	775,000	770,240
1	935,001	940,000	940,000
1	1,295,001	1,300,000	1,300,000
1	1,955,001	1,960,000	1,958,000
1	3,480,001	3,485,000	3,482,412
1	3,695,001	3,700,000	3,697,986
1	10,400,001	10,405,000	10,401,063
1	14,105,001	14,110,000	14,105,500
1	17,160,001	17,165,000	17,165,000
1	26,360,001	26,365,000	26,361,000

3,296

136,000,000

2.3 Categories of Shareholders	Shares Held	Percentage
2.3.1 Directors, Chief Executive Officer, and their spouse and minor children	58,136,700	42.7476
2.3.2 Associated Companies, undertakings and related parties. (Parent Company)	0	-
2.3.3 NIT and ICP	1,100	0.0008
2.3.4 Banks Development Financial Institutions, Non Banking Financial Institutions.	6,267	0.0046
2.3.5 Insurance Companies	0	-

2.3.6 Modarabas and Mutual Funds	14,700	0.0108
2.3.7 Shareholders holding 10% or more	58,133,700	42.7454
2.3.8 General Public		
a. Local	71,518,965	52.5875
b. Foreign	0	-
2.3.9 Others (to be specified)		
- Joint Stock Companies	6,196,986	4.5566
- Foreign Companies	6,700	0.0049
- Leasing Companies	6,100	0.0045
- Pension Funds	108,669	0.0799
- Others	3,813	0.0028

YOUSAF WEAVING MILLS LIMITED

Categories of Share Holders

As on 30th June, 2025

S. No.	NAME	HOLDING	% AGE
<u>DIRECTORS, CEO THEIR SPOUSES & MINOR CHILDREN</u>			
1	KHAWAJA MOHAMMAD NADEEM (CDC)	17,165,000	12.6213
	KHAWAJA MOHAMMAD NADEEM (CDC)	502,200	0.3693
2	KH. SHAHZAD YOUNUS	500	0.0004
3	MRS. ALIA KHANUM	500	0.0004
4	MR. MUHAMAMD AMJAD	500	0.0004
5	MR. SHUQRAN AHMAD KHAN	500	0.0004
6	MR. ABBAS ALI	500	0.0004
7	MR. FAISAL QAIYUM	500	0.0004
8	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)	14,105,500	10.3717
	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)	26,361,000	19.3831
		58,136,700	42.7476
<u>ASSOCIATED COMPANIES</u>			
		0	0.0000
<u>NIT & ICP</u>			
1	INVESTMENT CORP. OF PAKISTAN	1,100	0.0008
		1,100	0.0008
<u>BANKS, DEVELOPMENT FINANCE INSTITUTIONS, NON BANKING FINANCE INSTITUTIONS</u>			
1	NATIONAL BANK OF PAKISTAN	2,100	0.0015
2	PAKISTAN INDUSTRIAL CREDIT & INVESTMENT	1,000	0.0007
3	THE BANK OF PUNJAB	900	0.0007
4	NATIONAL DEVELOPMENT FINANCE CORP.	100	0.0001
5	AL-FAYSAL INVESTMENT BANK LTD	500	0.0004
6	NATIONAL DEVELOPMENT FINANCE CORP.	1,000	0.0007
7	NATIONAL BANK OF PAKISTAN (CDC)	667	0.0005
		6,267	0.0046
<u>MODARABA & MUTUAL FUNDS</u>			
1	TRUST MODARABA	2,100	0.0015
2	FIRST MEHRAN MODARABA	100	0.0001
3	GOLDEN ARROW SELECTED STOCKS	1,000	0.0007
4	FIRST INTER FUND MODARABA	400	0.0003
5	INDUSTRIAL CAPITAL MODARABA	1,600	0.0012
6	CDC - TRUSTEE AKD INDEX TRACKER FUND (CDC)	9,500	0.0070
		14,700	0.0108
<u>LEASING COMPANIES</u>			
1	NATIONAL DEVELOPMENT LEASING CORPORATION LIMITED	6,100	0.0045
<u>INSURANCE COMPANIES</u>			
		0	0.0000
<u>PENSION FUNDS</u>			
1	TRUSTEE NATIONAL BANK OF PAKISTAN EMPLOYEES PENSION FUND (CDC)	108,669	0.0799
		108,669	0.0799
<u>FOREIGN COMPANIES</u>			
1	THE PAKISTAN FUND	6,700	0.0049
		6,700	0.0049
<u>JOINT STOCK COMPANIES</u>			
1	N. H. HOLDINGS (PVT) LIMITED	500	0.0004
2	SAPPHIRE FIBRES LIMITED	20,000	0.0147
3	AL-HAJWERI TRADERS REGD.	9,600	0.0071
4	ATIF MUSHTAQ & CO. (REGD)	18,800	0.0138
5	BEAR STEARNS SECURITIES CORP.	500	0.0004

6	SALIM SOZER SECURITIES (PRIVATE) LIMITED (CDC)	270,000	0.1985
7	ABA ALI HABIB SECURITIES (PVT.) LIMITED (CDC)	43,000	0.0316
8	ADAM SECURITIES LIMITED (CDC)	217,000	0.1596
9	ADAM SECURITIES LTD - MF (CDC)	100,000	0.0735
10	ADAM USMAN SECURITIES (PRIVATE) LIMITED (CDC)	36,000	0.0265
11	ARIF HABIB LIMITED (CDC)	261,000	0.1919
12	BAWANY SECURITIES (PRIVATE) LIMITED -MF (CDC)	300,000	0.2206
13	EDDIE COMPANY (PRIVATE) LIMITED (CDC)	20,000	0.0147
14	EDULJEE DINSHAW HOLDING COMPANY (PVT) LTD (CDC)	15,000	0.0110
15	FRAMROZE E. DINSHAW (PRIVATE) LIMITED (CDC)	20,000	0.0147
16	HAFIZ LIMITED (CDC)	10,000	0.0074
17	KHURSHED SALT WORKS (PRIVATE) LIMITED (CDC)	20,000	0.0147
18	KTRADE SECURITIES LIMITED (CDC)	1	0.0000
19	MAM SECURITIES (PRIVATE) LIMITED (CDC)	400	0.0003
20	MOHAMMAD MUNIR MOHAMMAD AHMED KHANANI SECURITIES LTD - MF (CDC)	40,000	0.0294
21	MRA SECURITIES LIMITED (CDC)	240,000	0.1765
22	MRA SECURITIES LIMITED - MF (CDC)	215,500	0.1585
23	MULTILINE SECURITIES LIMITED - MF (CDC)	38,000	0.0279
24	NAEEM'S SECURITIES (PVT) LTD. (CDC)	2,000	0.0015
25	NCC - PRE SETTLEMENT DELIVERY ACCOUNT (CDC)	3,697,986	2.7191
26	ORBIT SECURITIES (PRIVATE) LIMITED - MF (CDC)	157,699	0.1160
27	RAFI SECURITIES (PRIVATE) LIMITED (CDC)	3,000	0.0022
28	SHAFFI SECURITIES (PVT) LIMITED (CDC)	7,500	0.0055
29	TPS PAKISTAN (PRIVATE) LIMITED (CDC)	85,000	0.0625
30	VENUS ENTERTAINMENT COMPANY (PVT.) LIMITED (CDC)	1,000	0.0007
31	VENUS SECURITIES (PVT.) LIMITED (CDC)	346,000	0.2544
32	ZAFAR MOTI CAPITAL SECURITIES (PVT) LTD. (CDC)	1,500	0.0011
		6,196,986	4.5566

OTHERS

1	TRUSTEE NATIONAL BANK OF PAKISTAN EMP BENEVOLENT FUND TRUST (CDC)	3,813	0.0028
		3,813	0.0028

SHARES HELD BY THE GENERAL PUBLIC (LOCAL)

71,518,965 52.5875

SHARES HELD BY THE GENERAL PUBLIC (FOREIGN)

0 0.0000

71,518,965 52.5875

136,000,000 100.0000

SHAREHOLDERS HOLDING 10% OR MORE OF TOTAL CAPITAL

S. No.	NAME	Holding	%Age
1	KHAWAJA MOHAMMAD NADEEM (CDC)	17,667,200	12.9906
2	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)	40,466,500	29.7548
		58,133,700	42.7454

SHAREHOLDERS HOLDING 5% OR MORE OF TOTAL CAPITAL

S. No.	NAME	Holding	%Age
1	KHAWAJA MOHAMMAD NADEEM (CDC)	17,667,200	12.9906
2	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)	40,466,500	29.7548
3	MST. MALAIKA NADEEM (CDC)	10,401,063	7.6478
		68,534,763	50.3932

During the financial year the trading in shares of the company by the Directors, CEO, CFO, Company Secretary and their spouses and minor children is as follows

Sr. No.	Name	Sale	Purchase
1	KHAWAJA MOHAMMAD NADEEM (CDC)	29,025,000	-
2	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)		24,225,000

YOUSAF WEAVING MILLS LIMITED
Categories of Shareholding required under Code of Corporate Governance (CCG)
As on June 30, 2025

Sr. No.	Name	No. of Shares Held	Percentage
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Associated Companies, Undertakings and Related Parties (Name Wise Detail):

Mutual Funds (Name Wise Detail)

1	GOLDEN ARROW SELECTED STOCKS	1,000	0.0007
2	CDC - TRUSTEE AKD INDEX TRACKER FUND (CDC)	9,500	0.0070

Directors and their Spouse and Minor Children (Name Wise Detail):

1	KHAWAJA MOHAMMAD NADEEM (CDC)	17,667,200	12.9906
2	KH. SHAHZAD YOUNUS	500	0.0004
3	MRS. ALIA KHANUM	500	0.0004
4	MR. MUHAMAMD AMJAD	500	0.0004
5	MR. SHUQRAN AHMAD KHAN	500	0.0004
6	MR. ABBAS ALI	500	0.0004
7	MR. FAISAL QAIYUM	500	0.0004
8	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)	40,466,500	29.7548

Executives:

Public Sector Companies & Corporations:

Banks, Development Finance Institutions, Non Banking Finance Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:	135,736	0.0998
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Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)

S. No.	NAME	Holding	%Age
1	KHAWAJA MOHAMMAD NADEEM (CDC)	17,667,200	12.9906
2	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)	40,466,500	29.7548
3	MST. MALAIKA NADEEM (CDC)	10,401,063	7.6478

All trades in the shares of the listed company, carried out by its Directors, Executives and their spouses and minor children shall also be disclosed:

Sr. No.	Name	Sale	Purchase
1	KHAWAJA MOHAMMAD NADEEM (CDC)	29,025,000	-
2	MRS. ANDLEEB KAUSAR W/O KHAWAJA M. NADEEM (CDC)	-	24,225,000

Dear Sir, please check at your end

Form of Proxy - 38th Annual General Meeting

The Corporate Secretary
Yousaf Weaving Mills Limited
7/1, E-3 Main Boulevard Gulberg III, Lahore

Folio # / CDC A/C #.	
Participant I.D	
Account #	
Shares held	

I/We _____ of _____
_____ being a member (s) of YOUSAF WEAVING MILLS
LIMITED hold _____ ordinary shares hereby appoint Mr./Mrs./Miss
_____ of _____
_____ or _____ failing
him/her _____ of _____ as my /our Proxy
to attend and vote for me/us and on my/our behalf at the 38th Annual General
Meeting of the Company to be held on Tuesday, 28th October, 2025 at 10:00
a.m at the registered office 7/1 E-III, Main Boulevard, Gulberg III, Lahore.

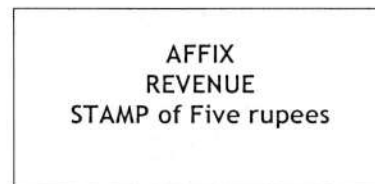
Signed this _____ day of October 2025.

NOTE

1. This Form of proxy, duly completed and signed, must be received at the registered office of the company, at 7/1, E-3 Main Boulevard Gulberg III, Lahore Pakistan, not less than 48 hours before the time of holding the meeting.
2. If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the company, all such instruments of proxy shall be rendered invalid.

1. Witness:
Signature _____
Name _____
Address _____
CNIC _____

2. Witness:
Signature _____
Name _____
Address _____
CNIC _____



Signature _____

(Signature appended above should agree with the specimen signatures registered with the Company.)