



FAZAL CLOTH MILLS LIMITED



FCML/Sect/25/1511

Dated: February 27, 2025

**The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.**

Subject: FINANCIAL RESULTS FOR THE 2ND QUARTER / HALF YEAR ENDED 31-12-2024

Dear Sir,

We have to inform you that the Board of Directors of our company in their Meeting held on Thursday the February 27, 2025 at 03:30 P.M. at 59/3, Abdali Road, Multan have recommended the following: -/

- (i) Cash Dividend: **NIL**
- (ii) Bonus Issue: **NIL**
- (iii) Right Shares: **NIL**
- (iv) Any Other Entitlement / Corporate Action: **NIL**

The condensed (un-audited) interim financial statements of the Company for the six months period ended December 31, 2024 have been considered by the Board of Directors as recommended by the Audit Committee and same have been approved. Financial results are attached (Annexure "A" to "D").

- A. Statement of financial position**
- B. Statement of profit or loss**
- C. Statement of changes in equity**
- D. Statement of cash flows**

The condensed interim financial statements of the Company for six months the period ended December 31, 2024 will be transmitted through PUCARS separately, within specified time and will also be available at the Company's website at www.fazalcloth.com

Yours faithfully,


**Azher Iqbal, ACA
Company Secretary**



Copy to:

HOD, Offsite - II Department, Supervision Division, Securities & Exchange Commission of Pakistan, (Corporate Supervision Department) NIC Building, 63 Jinnah Avenue, Blue Area, Islamabad.

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Registered Office: 69/7, Abid Majeed Road, Survey # 248/7, Lahore Cantt, Ph: +92 042-36684909


FAZAL CLOTH MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

		Un-audited December 31, 2024	Audited June 30, 2024
EQUITY AND LIABILITIES	Note	----- Rupees -----	
Share capital and reserves			
Authorized share capital		<u>1,700,000,000</u>	<u>1,700,000,000</u>
Issued, subscribed and paid-up capital		<u>300,000,000</u>	<u>300,000,000</u>
Capital reserves			
- Other capital reserves		18,688,802,262	2,009,381,395
- Revaluation surplus on property, plant and equipment		18,251,353,391	18,554,848,169
Unappropriated profits - revenue reserve		<u>9,105,102,323</u>	<u>23,457,160,434</u>
		<u>46,345,257,976</u>	<u>44,321,389,998</u>
Liabilities			
Non-current liabilities			
Long term financing - secured	4	16,023,792,166	12,715,332,537
Long term musharika - secured	5	4,829,786,446	2,509,641,813
Lease liability - unsecured		68,638,568	70,677,725
Deferred liabilities:			
- Staff retirement benefit		616,727,835	576,427,439
- Deferred taxation		9,328,216,130	9,234,269,159
		<u>30,867,161,145</u>	<u>25,106,348,673</u>
Current liabilities			
Trade and other payables	6	9,441,365,494	6,387,042,998
Contract liabilities		340,561,571	438,053,016
Current portion of non-current liabilities	7	3,705,141,786	3,835,167,740
Unclaimed dividend		21,977,192	22,002,980
Short term borrowings - secured		20,165,501,961	17,717,675,277
Accrued mark-up		968,436,139	1,320,363,612
Provision for income tax and levies - net		394,227,547	633,292,879
		<u>35,037,211,690</u>	<u>30,353,598,502</u>
Total liabilities		<u>65,904,372,835</u>	<u>55,459,947,175</u>
Contingencies and commitments	8		
Total equity and liabilities		<u>112,249,630,811</u>	<u>99,781,337,173</u>

The annexed notes form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director

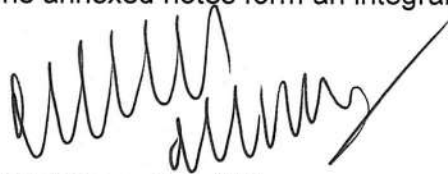

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Chief Financial Officer

FAZAL CLOTH MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

		Un-audited December 31, 2024	Audited June 30, 2024
ASSETS	Note	----- Rupees -----	
Non-current assets			
Property, plant and equipment	9	51,605,888,751	52,090,033,687
Long term investments	10	9,318,422,956	7,639,002,089
Long term advances and markup accrued	11	-	-
Long term deposits		25,733,193	110,640,293
		<u>60,950,044,900</u>	<u>59,839,676,069</u>
Current assets			
Stores, spares and loose tools		2,456,659,297	2,046,801,806
Stock-in-trade	12	33,194,732,547	23,730,084,196
Trade debts	13	11,593,549,466	12,079,342,689
Advances and other receivables		336,361,569	217,229,996
Deposits, prepayments and other receivables		570,960,825	269,417,471
Mark-up accrued	14	9,877,372	4,281,883
Short term investment		479,073,600	315,914,400
Sales tax refundable and adjustable		1,863,139,401	565,170,561
Cash and bank balances	15	795,231,834	713,418,102
		<u>51,299,585,911</u>	<u>39,941,661,104</u>
		<u>112,249,630,811</u>	<u>99,781,337,173</u>

The annexed notes form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

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FAZAL CLOTH MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER AND SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Note	Six months period ended		Quarter ended	
		December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
		----- Rupees -----			
		(Restated)		(Restated)	
Revenue from contracts with customers - net	16	46,989,839,722	47,112,351,806	22,804,023,050	23,822,565,214
Cost of sales	17	(42,908,041,775)	(40,697,362,358)	(20,998,740,553)	(20,768,470,277)
Gross profit		4,081,797,947	6,414,989,448	1,805,282,497	3,054,094,937
Selling and distribution expenses		(204,792,973)	(292,857,997)	(81,234,833)	(141,392,877)
Administrative expenses		(439,102,957)	(375,820,541)	(213,887,784)	(197,319,668)
Other expenses		(70,994,629)	(155,311,791)	(44,232,044)	(58,549,008)
		(714,890,559)	(823,990,329)	(339,354,661)	(397,261,553)
Other income		435,773,000	536,422,442	171,198,776	184,429,639
Profit from operations		3,802,680,388	6,127,421,561	1,637,126,612	2,841,263,023
Finance cost	18	(2,738,747,974)	(4,536,276,226)	(1,334,860,481)	(2,291,328,152)
Profit before levies and income tax		1,063,932,414	1,591,145,335	302,266,131	549,934,871
Levies		(589,848,012)	(637,384,366)	(249,679,107)	(306,998,461)
Profit before income tax		474,084,402	953,760,969	52,587,024	242,936,410
Income tax		(129,637,291)	(339,341,870)	(40,165,018)	(188,161,295)
Profit after taxation		344,447,111	614,419,099	12,422,006	54,775,115
Earnings per share - basic and diluted	19	11.48	20.48	0.41	1.83

The annexed notes form an integral part of these condensed interim financial statements.

Chief Executive Officer



Director



SHC



Chief Financial Officer

FAZAL CLOTH MILLS LIMITED

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND SIX MONTHS PERIOD ENDED DECEMBER 31, 2024**

	Six months period ended		Quarter ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	----- Rupees -----			
Profit after taxation	344,447,111	614,419,099	12,422,006	54,775,115
Other comprehensive income - net of tax				
Items that will never be reclassified to statement of profit or loss:				
Net change in fair value of investments classified at fair value through other comprehensive income	1,679,420,867	357,806,096	1,179,878,201	415,130,664
Total comprehensive income period	2,023,867,978	972,225,195	1,192,300,207	469,905,779

The annexed notes form an integral part of these condensed interim financial statements.

Chief Executive Officer



Director



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Chief Financial Officer



FAZAL CLOTH MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

	Capital reserves				Revenue reserve			
	Share capital	Share premium	Capital redemption reserve	Fair value reserve - net of tax	Revaluation surplus on property, plant and equipment - net of tax	Capital reserve against capacity expansion	Un-appropriated profits	Total
Balance as at June 30, 2023 - (Audited)	300,000,000	77,616,000	175,000,000	823,129,157	22,130,639,044	-	21,140,136,577	44,646,520,778
Total comprehensive income for the six months period ended December 31, 2023								
Profit for the period	-	-	-	357,806,096	-	-	614,419,099	614,419,099
Other comprehensive loss - net of tax	-	-	-	357,806,096	-	-	614,419,099	972,225,195
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period - net of tax	-	-	-	-	(365,808,340)	-	365,808,340	-
Transfer from surplus on revaluation of fixed assets on disposal - net of tax	-	-	-	-	(3,712,113)	-	3,712,113	-
Effect of change in tax rate	-	-	-	-	(156,256,238)	-	-	(156,256,238)
Balance as at December 31, 2023 - (un-audited)	300,000,000	77,616,000	175,000,000	1,180,935,253	21,608,574,466	-	22,120,364,016	45,462,489,735
Balance as at June 30, 2024 - (Audited)	300,000,000	77,616,000	175,000,000	1,756,765,395	18,554,848,169	-	23,457,160,434	44,321,389,998
Total comprehensive income for the six months period ended December 31, 2024								
Profit for the period	-	-	-	1,679,420,867	-	-	344,447,111	344,447,111
Other comprehensive income - net of tax	-	-	-	1,679,420,867	-	-	344,447,111	2,023,867,978
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period - net of tax	-	-	-	-	(278,958,076)	-	278,958,076	-
Transfer from surplus on revaluation of fixed assets on disposal - net of tax	-	-	-	-	(24,536,702)	-	24,536,702	-
Transfer of reserves	-	-	-	-	-	15,000,000,000	(15,000,000,000)	-
Balance as at December 31, 2024 - (un-audited)	300,000,000	77,616,000	175,000,000	3,436,186,262	18,251,353,391	15,000,000,000	9,105,102,323	46,345,257,976

The annexed notes form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

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Chief Financial Officer

FAZAL CLOTH MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2024

Annexure - "D"

		Six months period ended	
		December 31, 2024	December 31, 2023
		----- Rupees -----	
Cash flows from operating activities	Note		
Profit before taxation		1,063,932,414	1,591,145,335
Adjustments for:			
Depreciation on property, plant and equipment	9.1	1,136,123,210	1,063,750,580
Depreciation on right of use assets	9.2	2,871,790	2,871,790
Unrealized gain on re-measurement of short term investment		(163,159,200)	(34,761,600)
(Reversal) / loss allowance against trade debts	13	(48,625,189)	33,813,856
Provision for gratuity		157,663,668	152,662,578
Provision for infrastructure cess		327,402,839	193,040,394
Provision for workers' profit participation fund		2,432,390	84,504,848
Provision for workers' welfare fund		21,762,523	13,366,781
Gain on disposal of property, plant and equipment and assets held for sale		32,149,543	6,740,460
Loss allowance against receivable	14	2,575,910	3,123,319
Finance income		(15,171,054)	(6,276,485)
Dividend income received from an associate		(190,063,585)	(120,949,554)
Finance cost		2,738,747,974	4,536,276,226
Cash generated from operations before working capital changes		5,068,643,233	7,519,308,528
Effect on cash flows due to working capital changes			
(Increase) / decrease in current assets:			
Stores, spares and loose tools		(409,857,491)	(317,055,886)
Stock-in-trade		(9,464,648,351)	(6,126,009,250)
Trade debts		534,418,412	946,160,066
Advances and other receivables		(119,131,573)	(32,765,544)
Deposits, prepayments and other receivables		(301,543,354)	195,366,987
		(9,760,762,357)	(5,334,303,627)
Increase / (decrease) in current liabilities:			
Trade and other payables		2,702,724,747	(2,570,727,402)
Contract liabilities		(97,491,445)	(318,460,825)
Cash used in operations		(2,086,885,822)	(704,183,326)
Gratuity paid to employees		(117,363,272)	(89,980,220)
Taxes paid - net		(2,162,572,509)	227,291,438
		(2,279,935,781)	137,311,218
Net cash used in operating activities		(4,366,821,603)	(566,872,108)
Cash flows from investing activities			
Fixed capital expenditure		(719,839,964)	(973,191,035)
Proceeds from sale of property, plant and equipment		32,840,358	3,560,000
Long term deposits		84,907,100	(85,100,000)
Dividend income received from an associate		190,063,585	120,949,554
Finance income received		6,999,655	1,669,735
Net cash used in investing activities		(405,029,266)	(932,111,746)
Cash flows from financing activities			
Long term financing obtained		4,858,016,026	1,208,085,551
Long term financing repaid		(1,592,949,676)	(1,132,244,597)
Long term musharika obtained		2,750,000,000	77,739,800
Long term musharika repaid		(517,355,368)	(370,833,335)
Short term borrowings - net		1,220,056,638	7,506,898,967
Lease rentals paid		(6,430,766)	(5,846,152)
Finance cost paid - net		(3,085,416,511)	(4,023,744,876)
Dividend paid		(25,788)	(534,274)
Net cash generated from financing activities		3,625,894,555	3,259,521,084
Net (decrease) / increase in cash and cash equivalents		(1,145,956,314)	1,760,537,230
Cash and cash equivalents at beginning of the period		(542,880,740)	(3,222,085,274)
Cash and cash equivalents at end of the period		(1,688,837,054)	(1,461,548,044)
Cash and cash equivalents at period end comprises of:			
Cash and bank balances		795,231,834	764,825,834
Running finance / running musharika		(2,484,068,888)	(2,226,373,878)
		(1,688,837,054)	(1,461,548,044)

The annexed notes form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

SHC

Chief Financial Officer