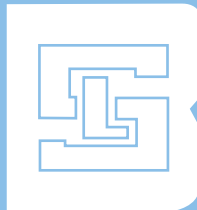


Nine Months
Report Period
Ended March 31,
2025

BIBOJEE GROUP



**JANANA DE MALUCHO TEXTILE
MILLS LIMITED**

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JANANA DE MALUCHO TEXTILE MILLS LIMITED

COMPANY'S PROFILE

BOARD OF DIRECTORS	MR. AHMAD KULI KHAN KHATTAK LT. GEN. (RETD.) ALI KULI KHAN KHATTAK MRS. SHAHNAZ SAJJAD AHMAD DR. SHAHIN KULI KHAN KHATTAK MRS. ZENAB ADNAN AURANGZEB MAJ. GEN. (RETD) SAEED AHMED WAHLA COL. (RETD) SYED YUNUS ALI RAZA	Chairman Chief Executive
AUDIT COMMITTEE	MAJ. GEN. (RETD) SAEED AHMED WAHLA MR. AHMAD KULI KHAN KHATTAK COL. (RETD) SYED YUNUS ALI RAZA	Chairman Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	COL. (RETD) SYED YUNUS ALI RAZA LT. GEN. (RETD.) ALI KULI KHAN KHATTAK MR. AHMAD KULI KHAN KHATTAK MRS. SHAHNAZ SAJJAD AHMAD	Chairman Chief Executive / Member Member Member
CHIEF FINANCIAL OFFICER	MR. SALMAN KHAN, ACA	
COMPANY SECRETARY	MR. ABID RAZA, M.(Accounting & Finance), APFA	
AUDITORS	SHINEWING HAMEED CHAUDHRI & CO., Chartered Accountant	
BANKERS	NATIONAL BANK OF PAKISTAN THE BANK OF KHYBER BANK ALFALAH LIMITED PAK OMAN INVESTMENT COMPANY LTD. MEEZAN BANK LIMITED HABIB METROPOLITAN BANK LTD.	
LEGAL ADVISOR	HASSAN & HASSAN (ADVOCATES) PAAF BUILDING, 7 D, KASHMIR ROAD, LAHORE	
TAX CONSULTANTS	M. NAWAZ KHAN & CO. GROUND FLOOR, FARRAH CENTRE, 2-MOZZANG ROAD, LAHORE	
REGISTRARS & SHARES REGISTRATION OFFICE	VISION CONSULTING LIMITED 5-C, LDA FLATS, 1ST FLOOR, LAWRENCE ROAD, LAHORE TEL. 042-36283096-97, FAX. 042-36312550 EMAIL: info@vcl.com.pk	
REGISTERED OFFICE & MILLS	HABIBABAD, KOHAT (KPK) TEL. 0922 - 862161 - 512930 - 510494 FAX. 0922 - 510474 E-MAIL: janana@brain.net.pk, janana.textile@gmail.com WEB SITE: www.jdm.com.pk	

JANANA DE MALUCHO TEXTILE MILLS LIMITED

DIRECTORS REPORT

On behalf of the Board of Directors, we present the Directors' Review along with the condensed interim financial statements of the Company for the 3rd quarter & nine-month period ended 31st March 2025.

Business Performance and Financial Results

	Quarter Ended		Nine Months Period Ended	
	Mar. 31, 2025	Mar. 31, 2024	Mar. 31, 2025	Mar. 31, 2024
	----- Rs. in millions -----			
Sales-net	289.825	1,515.630	1,484.965	4,529.507
Gross (loss) / profit	(85.461)	(15)	(385.431)	141.803
(Loss) / profit from operations	(92.737)	(49.459)	(408.742)	58.222
Loss before taxation	(149.911)	(125.710)	(622.074)	(184.698)
Loss for the period	(145.365)	(118.334)	(595.116)	(150.404)
	----- Rupees -----			
Loss per share	(21.02)	(17.11)	(86.05)	(21.75)

During the period, production activities were temporarily suspended from the month of October 2024; hence, production and sales of yarn declined during the period compared to previous results. The sales of yarn declined by Rs. 3.045 million compared to the same quarter of last year. This decline occurred because the company made a strategic decision to suspend production temporarily to minimize operational losses arising from adverse market conditions.

The company incurred a loss amounting to Rs. 595.116 million (2024: Rs. 150.404 million). The decline in profitability is attributable to various factors, which include lower demand and sales prices of yarn and higher production costs, particularly energy prices. Unfortunately, present market conditions are adversely affecting the textile spinning sector. These factors include high power tariffs, import of yarn from China, lower demand, and high tax rates.

Industry Overview

The textile sector continues to be one of the backbone industries of Pakistan's economy however, the textile sector is currently encountering significant challenges. One of the constraints includes a noticeable decline in local cotton production, along with issues related to quality deterioration.

Another major challenge currently being faced by the spinning industry is a substantial increase in yarn imports from China. The availability of imported yarn in the local market has affected the demand and prices for local yarn, which hampers the ability of spinning mills to recover their production costs. Hence, a large number of factories closed due to adverse conditions.

A key issue facing the textile industry is the high cost and limited availability of energy sources, particularly gas and electricity. The sharp rise in energy prices has created an unsustainable financial burden for textile

manufacturers, especially those in the spinning sector. This strain makes it difficult for them to maintain operations and stay competitive in both local and international markets.

Future Outlook

On a positive note, the exchange rate remains stable, and inflation is relatively low. Additionally, financing costs will decrease due to lower policy rates, helping companies to reduce their working capital costs.

Despite the challenges we currently face, we remain optimistic and committed to overcoming them while capitalizing on the positive factors. We hope that the government and relevant stakeholders will implement appropriate measures to support the spinning sector through favorable policies. These may include reducing energy tariffs, restricting the import of yarn to protect local industries, rationalizing taxes, and facilitating exports.

ACKNOWLEDGMENT

The Board expresses its gratitude to all stakeholders, including our bankers, shareholders, customers, and employees, for their continued support of the Company. We would also like to acknowledge the hard work and dedication of the Company's senior management and staff. We look forward to their ongoing commitment and cooperation in the future.

On behalf of the Board of Directors



Dr. Shaheen Kuli Khan Khattak
Director



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive Officer

Dated: April 14, 2025

جانانہ دی مالو چو ٹیکسٹائل ملز لمیٹڈ

ڈائریکٹرز کا جائزہ

بورڈ آف ڈائریکٹرز کی جانب سے، 31 مارچ 2025 کی نو ماہ کی ختم ہونے والی مدت پر کمپنی کی مالیاتی رپورٹ پیش کرتے ہیں۔

کارکردگی کا جائزہ۔

آپ کی کمپنی کی مالیاتی نتائج کے اہم جھلکیاں مندرجہ ذیل ہیں۔

31 مارچ 2024	31 مارچ 2025	31 مارچ 2024	31 مارچ 2025
ملین روپے			
4,529.507	1,484.965	1,515.630	289.825
141.803	(385.431)	(15)	(85.461)
58.222	(408.742)	(49.459)	(92.737)
(184.698)	(622.074)	(125.710)	(149.911)
(150.404)	(595.116)	(118.334)	(145.356)
نقصان فی شیئر			
(21.75)	(86.05)	(17.11)	(21.02)

اس عرصے کے دوران، اکتوبر 2024 کے مہینے سے پیداواری سرگرمیاں عارضی طور پر معطل کر دی گئی تھیں۔ لہذا، پچھلے نتائج کے مقابلے اس مدت کے دوران یارن کی پیداوار اور فروخت میں کمی واقع ہوئی۔ سوت کی فروخت میں گزشتہ سال کی اسی سہ ماہی کے مقابلے میں 3.045 ملین روپے کی کمی ہوئی ہے۔ یہ کمی اس وجہ سے ہوئی کیونکہ کمپنی نے مارکیٹ کے منفی حالات سے پیدا ہونے والے آپریشنل نقصانات کو کم کرنے کے لیے پیداوار کو عارضی طور پر معطل کرنے کا اسٹریٹجک فیصلہ کیا ہے۔

کمپنی کو اس عرصے کے دوران، 595.116 ملین روپے کا نقصان ہوا ہے (2024: 150.404 ملین روپے)۔ منافع میں کمی کی وجہ مختلف عوامل ہیں، جن میں یارن کی کم طلب اور فروخت کی قیمتیں اور زیادہ پیداواری لاگت، خاص طور پر توانائی کی قیمتیں شامل ہیں۔ بد قسمتی سے، موجودہ مارکیٹ کے حالات ٹیکسٹائل اسپننگ سیکٹر کو بری طرح متاثر کر رہے ہیں۔ ان عوامل میں ہائی پاور ٹیرف، چین سے سوت کی درآمد، کم طلب اور ٹیکس کی بلند شرحیں شامل ہیں۔

صنعت کا جائزہ

ٹیکسٹائل کا شعبہ بدستور پاکستان کی معیشت کی ریڑھ کی ہڈی کی صنعتوں میں سے ایک ہے تاہم اس وقت ٹیکسٹائل سیکٹر کو اہم چیلنجز کا سامنا ہے۔ ان رکاوٹوں میں سے ایک میں مقامی کپاس کی پیداوار میں نمایاں کمی کے ساتھ معیار کی خرابی سے متعلق مسائل بھی شامل ہیں۔ ایک اور بڑا چیلنج جس کا اس وقت اسپننگ انڈسٹری کو سامنا ہے وہ چین سے سوت کی درآمدات میں خاطر خواہ اضافہ ہے۔ مقامی مارکیٹ میں درآمدی سوت کی دستیابی نے مقامی دھاگے کی مانگ اور قیمتوں کو متاثر کیا ہے جس سے اسپننگ ملز کی پیداواری لاگت کی وصولی میں رکاوٹ ہے۔ اس لیے بڑی تعداد میں کارخانے خراب حالات کی وجہ سے بند ہو گئے ہیں۔

ٹیکسٹائل کی صنعت کو درپیش ایک اہم مسئلہ توانائی کے ذرائع بالخصوص گیس اور بجلی کی زیادہ قیمت اور محدود دستیابی ہے۔ توانائی کی قیمتوں میں تیزی سے اضافے نے ٹیکسٹائل مینوفیکچررز، خاص طور پر اسپننگ کے شعبے سے وابستہ افراد کے لیے ایک غیر پائیدار مالی بوجھ پیدا کر دیا ہے۔ یہ تناؤ ان کے لیے کام کو برقرار رکھنا اور مقامی اور بین الاقوامی دونوں منڈیوں میں مسابقتی رہنا مشکل بنا دیتا ہے۔

مستقبل کا نقطہ نظر

ایک مثبت نوٹ پر، شرح مبادلہ مستحکم ہے، اور افراط زر نسبتاً کم ہے۔ مزید برآں، پالیسی کی کم شرح کی وجہ سے مالیاتی اخراجات کم ہوں گے، جس سے کمپنیوں کو ان کے درکنگ کپٹل کے اخراجات کو کم کرنے میں مدد ملے گی۔ ان چیلنجوں کے باوجود جن کا ہمیں اس وقت سامنا ہے، ہم مثبت عوامل سے فائدہ اٹھاتے ہوئے ان پر قابو پانے کے لیے پرامید اور پر عزم ہیں۔ ہم امید کرتے ہیں کہ حکومت اور متعلقہ اسٹیک ہولڈرز سازگار پالیسیوں کے ذریعے اسپننگ سیکٹر کی مدد کے لیے مناسب اقدامات کریں گے۔ ان میں توانائی کے نرخوں کو کم کرنا، مقامی صنعتوں کو تحفظ کے لیے یارن کی درآمد پر پابندی، ٹیکسوں کو معقول بنانا، اور برآمدات کو آسان بنانا شامل ہو سکتے ہیں۔

اعتراف

بورڈ آف ڈائریکٹرز کمپنی کے بیکاروں کی قدر کرتا ہے جو کہ مسلسل کمپنی کی مالی مشکلات میں بروقت مدد کرتے ہیں۔ اسکے علاوہ کمپنی کی انتظامیہ اور کارکنوں کی محنت کو بے مثال مشکل حالات میں بہترین نتائج حاصل کرنے پر شاباش دیتا ہے۔ اور امید کرتا ہے کہ مستقبل میں تمام کارکنان اسی لگن اور محنت سے کام کرتے رہیں گے۔

تاریخ: 14 اپریل 2025

کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے



لیفٹیننٹ جنرل (ریٹائر) علی قلی خان خٹک
چیف ایگزیکٹو آفیسر



ڈاکٹر شاہین قلی خان خٹک
ڈائریکٹر

Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Financial Position as at March 31, 2025

		March 31 2025 (Un-audited)	June 30, 2024 (Audited)
		--- Rupees in '000 ---	
Assets	Note		
Non-current assets			
Property, plant and equipment	5	6,893,288	7,185,322
Intangible assets		585	780
Investments in an Associated Company	6	86,704	81,492
Loans to employees		0	900
Security deposits		14,598	14,598
		<u>6,995,175</u>	<u>7,283,092</u>
Current assets			
Stores, spares and loose tools		66,770	75,085
Stock-in-trade		204,522	1,293,722
Trade debts - unsecured, considered good		2,755	4,574
Advances to employees		165	1,224
Advance payments		2,790	10,942
Trade deposits and prepayments		13,321	3,720
Due from Associated Companies		98,400	60
Other receivables		0	1,923
Income tax refundable, advance tax and tax deducted at source		127,451	187,027
Cash and bank balances		183,085	12,372
		<u>699,259</u>	<u>1,590,649</u>
Total assets		<u>7,694,434</u>	<u>8,873,741</u>
Equity and liabilities			
Equity			
Authorised capital		1,000,000	1,000,000
Issued, subscribed and paid-up capital		69,158	69,158
Treasury shares		(3,410)	(3,410)
Capital reserves:			
- other capital reserves		23,803	23,803
- revaluation surplus on property, plant and equipment		4,875,918	5,007,712
Revenue reserves			
- general reserve		371,530	371,530
- unappropriated profit		103,919	567,241
Shareholders' equity		<u>5,440,918</u>	<u>6,036,034</u>
Liabilities			
Non-current liabilities			
Long term finances	7	890,223	624
Staff retirement benefits - gratuity		0	118,599
Deferred taxation		317,150	362,670
		<u>1,207,373</u>	<u>481,893</u>
Current liabilities			
Trade and other payables	8	336,740	800,066
Contract liabilities		80,531	69,870
Unclaimed dividends		2,715	2,715
Accrued mark-up		78,776	76,387
Short term finances		0	1,171,942
Current portion of non current liabilities		527,629	160,084
Levies and income tax	9	18,562	73,559
Preference shares redemption account		1,190	1,191
		<u>1,046,143</u>	<u>2,355,814</u>
Total liabilities		<u>2,253,516</u>	<u>2,837,707</u>
Contingencies and commitments	10		
Total equity and liabilities		<u>7,694,434</u>	<u>8,873,741</u>

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

Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive

Dr. Shaheen Kuli Khan Khattak
Director

Salman Khan
Chief Financial Officer

Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Profit or Loss & Other
Comprehensive Income (Un-audited)
For the Quarter and Nine Months Period Ended March 31, 2025

	Quarter ended		Nine months period ended	
	Mar. 31, 2025	Mar. 31, 2024	Mar. 31, 2025	Mar. 31, 2024
	----- Rupees in thousand -----			
Sales - net	289,825	1,515,630	1,484,965	4,529,507
Cost of sales	375,286	1,515,645	1,870,396	4,387,704
Gross (loss) / profit	(85,461)	(15)	(385,431)	141,803
Distribution cost	275	18,674	26,411	59,186
Administrative expenses	8,094	34,624	51,154	104,091
Other expenses	0	0	708	3,709
Other income	(1,093)	(3,854)	(54,962)	(83,405)
	7,276	49,444	23,311	83,581
(Loss) / profit from operations	(92,737)	(49,459)	(408,742)	58,222
Finance cost	57,174	76,251	218,544	266,309
	(149,911)	(125,710)	(627,286)	(208,087)
Share of profit of an Associated Company	0	0	5,212	708
Impairment loss on investments in an Associated Company reversed	0	0	0	22,681
	0	0	5,212	23,389
Loss before revenue taxes and income taxes	(149,911)	(125,710)	(622,074)	(184,698)
Minimum taxes - levy	3,623	18,946	18,562	56,619
Loss before income tax	(153,534)	(144,656)	(640,636)	(241,317)
Income taxes - deferred tax	(8,178)	(26,322)	(45,520)	(90,913)
Loss for the period	(145,356)	(118,334)	(595,116)	(150,404)
Other comprehensive income	0	0	0	0
Total comprehensive loss for the period	(145,356)	(118,334)	(595,116)	(150,404)
	----- Rupees -----			
Loss per share	(21.02)	(17.11)	(86.05)	(21.75)

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



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive



Dr. Shaheen Kuli Khan Khattak
Director



Salman Khan
Chief Financial Officer

Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Cash Flows (Un-audited)
For the Nine Months Period Ended March 31, 2025

	Nine months period ended March 31,	
	2025	2024
	(Rupees in thousand)	
Cash flows from operating activities		
Loss - before taxation and share of profit		
on investments in an Associated Company	(627,286)	(208,087)
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	99,758	120,938
Amortisation on intangible assets	195	195
Depreciation on right of use assets	1,175	1,274
Gain on sale of operating fixed assets	(46,875)	(266)
Staff retirement benefits - gratuity (net)	(118,599)	15,095
Receivable balances written-off	0	3,709
Provision for impairment of trade debts	708	0
Payable balances written-back	0	(73,815)
Finance cost	218,544	266,309
(Loss) / profit before working capital changes	(472,380)	125,352
Effect on cash flows due to working capital changes		
Decrease / (increase) in current assets:		
Stores, spares and loose tools	8,315	16,373
Stock-in-trade	1,089,200	132,014
Trade debts	1,111	52,155
Loans and advances to employees	1,959	491
Security deposits	0	(252)
Advance payments	8,152	(21,901)
Trade deposits and prepayments	(9,601)	(10,431)
Other receivables	1,923	(70)
Due from Associated Companies	(98,340)	0
(Decrease) / increase in trade and other payables	(452,665)	324,377
	550,054	492,756
Cash generated from operations	77,674	618,108
Taxes paid	(13,983)	(51,133)
Net cash generated from operating activities	63,691	566,975
Cash flows from investing activities		
Fixed capital expenditure	0	(8,508)
Sale proceeds of operating fixed assets	237,875	12,713
Net cash generated from investing activities	237,875	4,205
Cash flows from financing activities		
Lease liabilities	330	(1,551)
Long term finances - net	1,256,915	(111,213)
Short term finances - net	(1,171,942)	(269,282)
Finance cost paid	(216,156)	(203,113)
Net cash used in financing activities	(130,853)	(585,159)
Net increase / (decrease) in cash and cash equivalents	170,713	(13,979)
Cash and cash equivalents - at beginning of the period	12,372	40,639
Cash and cash equivalents - at end of the period	183,085	26,660

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

Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive

Dr. Shaheen Kuli Khan Khattak
Director

Salman Khan
Chief Financial Officer

Janana De Malucho Textile Mills Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the Nine Months Period Ended March 31, 2025

	Share capital	Treas-ury Shares	Reserves							Total
			Capital					Revenue		
			Capital rede-mption	Tax holi-day	Share premi-um	Revalu-ation surplus on property, plant and equip-ment	Merger Reserve	General	Unappr-opriated profit	
----- Rupees in thousand -----										
Balance as at July 01, 2024	69,158	(3,410)	6,694	350	11,409	5,007,712	5,350	371,530	567,241	6,036,034
Total comprehensive loss for the period of nine months ended March 31, 2025		0	0	0	0	0	0	0	(595,116)	(595,116)
Transfer from revaluation surplus on property, plant and equipment (net of deferred taxation)										
- on account of incremental depreciation for the period		0	0	0	0	(19,823)	0	0	19,823	0
- upon sale of revalued assets		0	0	0	0	(111,971)	0	0	111,971	0
Balance as at March 31, 2025 (un-audited)	69,158	(3,410)	6,694	350	11,409	4,875,918	5,350	371,530	103,919	5,440,918
Balance as at July 01, 2023	69,158	(3,410)	6,694	350	11,409	5,110,134	5,350	371,530	996,914	6,568,129
Total comprehensive income for the period of nine months ended March 31, 2024		0	0	0	0	0	0	0	(150,404)	(150,404)
Transfer from revaluation surplus on property, plant and equipment on account of incremental depreciation for the period - net of deferred taxation		0	0	0	0	(28,875)	0	0	28,875	0
Balance as at March 31, 2024 (un-audited)	69,158	(3,410)	6,694	350	11,409	5,081,259	5,350	371,530	875,385	6,417,725

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

Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive

Dr. Shaheen Kuli Khan Khattak
Director

Salman Khan
Chief Financial Officer

Janana De Malucho Textile Mills Limited
Notes to the Condensed Interim Financial Statements (Un-audited)
For the Nine Months Period Ended March 31, 2025

1. Legal status and operations

1.1 Janana De Malucho Textile Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of yarn. The Company's mills and its registered office are located at Habibabad, Kohat.

1.2 Due to unfavourable economic conditions in the country, increase in power cost, non availability of good quality of cotton at affordable price, decrease in sale and accumulation of stocks due to slow down of yarn market the management decided to temporarily shut down the operations of the Company effective October 31, 2024. The management will continue to monitor the situation in future and is committed to resume the operations / production activities as soon as the situations improves.

2. Basis of preparation

2.1 Statement of compliance

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

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

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

2.2 These condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2024. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the nine months period ended March 31, 2025 have, however, been subjected to limited scope review by the external Auditors.

2.4 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary and property, plant and equipment at revalued amounts assessed by an independent valuer.

2.5 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

3. Material accounting policies

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited financial statements of the Company as at and for the year ended June 30, 2024.

3.1 Changes In Accounting Standards, Interpretations And Amendments To Published Approved Accounting Standards

a) Standards, interpretations and amendments to published approved accounting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting periods which began on July 01, 2024. However, these do not have any significant impact on the Company's financial reporting.

b) Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning after July 01, 2024. However, these will not have any material impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

4. Accounting estimates and judgements

4.1 The preparation of these condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

4.2 In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2024.

			Un-audited	Audited
			Mar. 31, 2025	June 30, 2024
5.	Property, plant and equipment	Note	(Rupees in thousand)	
	Operating fixed assets - tangible	5.1	6,836,105	7,126,863
	Capital work-in-progress		56,025	56,025
	Right of use assets		1,158	2,434
			<u>6,893,288</u>	<u>7,185,322</u>
5.1	Operating fixed assets			
	Book value as at June 30, 2024		7,126,863	
	Book value of operating fixed assets sold		(191,000)	
	Depreciation charge for the period		(99,758)	
	Book value as at March 31, 2025		<u>6,836,105</u>	

			Un-audited Mar. 31, 2025 (Rupees in thousand)
	Note		
6. Investments in an Associated Company - Quoted			
Bannu Woollen Mills Ltd. (BWM)			
Carrying value of 731,626 shares of Rs.10 each before recognition of impairment loss as at June 30, 2024			292,844
Shareholding held: 7.70%			
Profit for the period - net of taxation			5,212
			298,056
Less: impairment loss:			
- balance as at June 30, 2024			(211,352)
- loss for the period	6.3		-
			(211,352)
Carrying value as at March 31, 2025			86,704
6.1 Although the Company has less than 20% voting rights in BWM as at March 31, 2025, BWM has been treated as an Associated Company by virtue of common directorships.			
6.2 Market value of the Company's investments in BWM as at March 31, 2025 was Rs.25.014 million (June 30, 2024: Rs.19.644 million).			
6.3 The Company has used Market Value of Net Assets Approach to calculate the Value in Use (VIU) under IAS 36. This valuation was carried out by independent valuer M/s. Reanda Haroon Zakaria Aamir Salman Rizwan, Chartered Accountants - a QCR rated firm. Latest valuation was carried out on June 30, 2024 and provision for impairment loss was created accordingly. The management intends to re-assess the impairment loss on June 30, 2025.			
		Un-audited Mar. 31, 2025 (Rupees in thousand)	Audited June 30, 2024
7. Long term finances	Notes		
From Banking Companies - secured			
First Habib Modaraba			
- diminishing musharaka (DM I)		963	1,904
Pak Oman Investment Company Ltd.			
- term finance I		-	66,667
- term finance II		0	80,000
Sindh Modaraba			
- diminishing musharaka (DM II)		929	10,115
From an Associated Company- unsecured			
Bibojee Services (Pvt.) Limited	7.2	1,413,709	-
		1,415,601	158,686
Less: current portion grouped under current liabilities		525,378	158,062
		890,223	624

- 7.1** All the material terms and conditions of long term finances are same as disclosed in note 21 to the annual audited financial statements of the Company for the year ended June 30, 2024.
- 7.2** The Company during the period, entered into a loan agreement with Bibojee Services (Pvt.) Limited - an Associated Company to obtain an unsecured loan upto an amount of Rs.1.500 billion for debt servicing and working capital requirements. The loan carries mark-up at the rate of 6 month Kibor + 0.5% and is repayable in four bi-annual instalments commencing June, 2025. As at reporting date the lender has disbursed Rs.1.414 billion to the Company.

	Un-audited Mar. 31, 2025	Audited June 30, 2024
8. Trade and other payables	(Rupees in thousand)	
Creditors	44,611	122,467
Bills payable against imported raw materials	-	247,922
Advance payments	39,344	39,343
Accrued expenses	152,550	306,602
Tax deducted at source	20,581	11,481
Sales tax payable	50,155	42,239
Due to Waqf-e-Kuli Khan	27,412	27,560
Security deposits repayable on demand - interest free	283	283
Others	1,804	2,169
	336,740	800,066

9. Levies and income tax - net

- 9.1** Income tax assessments of the Company have been completed up to the tax year 2024 i.e. accounting year ended June 30, 2024.
- 9.2** There has been no significant change in the status of taxation matters during the current period as detailed in note 28 to the audited financial statements of the Company for the year ended June 30, 2024.
- 9.3** Levies and income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

10. Contingencies and commitments

- 10.1** There has been no significant change in the status of contingencies as detailed in note 12 to the interim financial statements of the Company for the period ended December 31, 2024.

11. Transactions with Related Parties

Significant transactions made during the period with related parties were as follows:

Name	Nature of transaction	Cumulative	
		Nine months period ended March 31,	
		2025	2024
(Rupees in thousand)			
Associated Companies			
Bannu Woollen Mills Ltd.	Expenses recovered	322	330
	Salaries and benefits recovered	2,531	2,581
The Universal Insurance Company Ltd.	Salaries & benefits recovered	2,531	2,581
	Salaries & benefits paid	-	686
	Expenses recovered	322	180
Ghandhara Automobiles Ltd.	Salaries & benefits recovered	2,531	2,581
	Expenses recovered	322	290
Ghandhara Industries Ltd.	Expenses recovered	322	290
	Salaries & benefits recovered	2,531	2,581
Bibojee Services (Pvt.) Ltd.	Loan obtained	1,413,709	-
	Mark-up accrued	78,756	-
Raw Materials Sales to Rehman Cotton Mills Ltd.	Sales of Cotton	94,722	-
Other related parties			
Employees' Provident Fund	Payments made to Provident Fund	1,557	29,078
Key Management Personnel	Salaries & benefits	54,493	151,470

12. Financial risk management

12.1 Financial risk factors

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

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended June 30, 2024.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2024.

12.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

13. Corresponding figures

The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2024, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended March 31, 2024.

14. Date of authorisation for issue

These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on April 14, 2025.



Lt. Gen. (Retd.) Ali Kuli Khan Khattak
Chief Executive



Dr. Shaheen Kuli Khan Khattak
Director



Salman Khan
Chief Financial Officer