



**SHAHZAD
TEXTILE**

FORM-8

Date: 28-04-2025

THE GENERAL MANAGER,
Pakistan Stock Exchange Limited.
Stock Exchange Building,
Stock Exchange Road,
Karachi

Subject: Transmission of Quarterly Report for the Period Ended March 31, 2025

Dear Sir,

We have to inform you that the Quarterly Report of the Company for the period ended March 31, 2025, has been transmitted through **PUCARS** and is also available on the Company's website.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

Yours Sincerely,
For SHAHZAD TEXTILE MILLS LIMITED

COMPANY SECRETARY

Encl: As above

3rd Quarterly Report March 31, 2025



SHAHZAD TEXTILE MILLS LIMITED

Certificate PK24/00000104

The management system of

Shahzad Textile Mills Limited**SGS**

Head Office: 19-A, Off Zafar Ali Road, Gulberg - V, Lahore, Pakistan

has been assessed and certified as meeting the requirements of
ISO 9001:2015

For the following activities

Manufacturing and export of 100% cotton, blended, pure synthetic, combed, carded and Double yarn

This certificate is valid from 09 May 2024 until 09 May 2027 and remains valid subject to satisfactory surveillance audits.

Issue 1. Certified since 09 May 2024

Certified activities performed by additional sites are listed on subsequent pages.

Jonathan H. Hall

Authorised by

Jonathan Hall
Global Head - Certification
ServicesSGS United Kingdom Ltd
Rossmore Business Park, Elmsmore Park, Cheshire, CH65 3EN, UK
t +44 (0)151 350-8868 - www.sgs.com

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Certificate PK24/00000104, continued

Shahzad Textile Mills Limited

SGS

ISO 9001:2015

Issue 1

Sites

Shahzad Textile Mills Limited

Head Office: 19-A, Off Zafar Ali Road, Gulberg - V, Lahore, Pakistan

Manufacturing and export of 100% cotton, blended, pure synthetic, combed, carded and Double yarn

Shahzad Textile Mills Limited

Site 01 : 34th Km. Sheikhupura Road, Sheikhupura, Pakistan

Manufacturing and export of 100% cotton, blended, pure synthetic, combed, carded and Double yarn

Shahzad Textile Mills Limited

Site 02 : 7th Km Sheikhupura-Faisalabad Road, Sheikhupura, Pakistan

Manufacturing and export of 100% cotton, blended, pure synthetic, combed, carded and Double yarn



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CERTIFICATE

TÜV
AUSTRIA

**Management system as per
ISO 45001:2018**

In accordance with TÜV AUSTRIA CERT procedures, it is hereby certified that

Shahzad Textile Mills Limited (Socks Division)

34 – KM, Lahore – Sheikhpura Road, Sheikhpura, Pakistan.

applies a management system in line with the above standard for the following scope

Manufacturing of Socks

Certificate Registration No. 20116233016371

Valid until 2026-03-15

Initial certification: 2020-03-16

Noraf

Certification Body
at TÜV AUSTRIA CERT GMBH

Vienna, 2023-03-17

This certification was conducted in accordance with TÜV AUSTRIA CERT auditing and certification procedures and is subject to regular surveillance audits.
TÜV AUSTRIA CERT GMBH Deutschstraße 10 A-1230 Wien www.tuv.at



9460921-00-0

VERIFIED BY: TÜV AUSTRIA CERT GMBH, Vienna, Austria, 2023-03-17



CERTIFICATE



**Management system as per
EN ISO 14001:2015**

In accordance with TÜV AUSTRIA CERT procedures, it is hereby certified that

Shahzad Textile Mills Limited (Socks Division)

34 – KM, Lahore – Sheikhupura Road, Sheikhupura, Pakistan.

applies a management system in line with the above standard for the
following scope

Manufacturing of Socks

Certificate Registration No. 20104233016370

Valid until 2028-03-15
Initial certification: 2020-03-16

Certification Body
at TÜV AUSTRIA CERT GMBH

Vienna, 2023-03-17

This certification was conducted in accordance with TÜV AUSTRIA CERT auditing and certification
procedures and is subject to regular surveillance audits.
TÜV AUSTRIA CERT GMBH Deutschestraße 10 A-1230 Wien www.tuv.at



048826-23-8

Shahzad Textile Mills Limited (Socks Division) is hereby certified by TÜV AUSTRIA CERT



TÜV
AUSTRIA

TÜV AUSTRIA CERT GMBH Deutschstraße 10 A-1230 Wien www.tuv.at



042918-20-3

connections in a network and hidden nodes that (Patt & Wierwille 1979) proposed. When several nodes of the network are activated, a node is

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Company's Information

Board of Directors

Mian Parvez Aslam	Chairman
Mr. Imran Aslam	Chief Executive Officer
Mr. Irfan Aslam	
Mr. Danish Aslam	
Syed Raza Ali Bokhari	
Dr. Ali Raza Khan	
Mrs. Nazish Imran	

Chief Financial Officer

Syed Imran Haider

Company Secretary

Mr. Muhammad Amjad Tayyab

Auditors

Crowe Hussain Chaudhury & Co.
Chartered Accountants

Audit Committee

Syed Raza Ali Bokhari	Chairman
Mian Parvez Aslam	Member
Mr. Irfan Aslam	Member

Human Resources &

Remuneration Committee

Dr. Ali Raza Khan	Chairman
Mr. Danish Aslam	Member
Mrs. Nazish Imran	Member

Bankers

Habib Metropolitan Bank Ltd
JS Bank Limited
Meezan Bank Limited
Soneri Bank Limited

Share Registrar

Hameed Majeed Associates (Pvt) Ltd
H.M. House, 7-Bank Square Lahore.

Registered Office

19-A, Off. Zafar Ali Road,
Gulberg-V, Lahore.
Ph: +92(042)35754024-27
Fax: +92(042) 35712313
E-mail: info@shahzadtex.com
Web: www.shahzadtex.com

Mills

Unit # 1, 4 & Socks Hosiery Unit
34 KM Lahore Sheikhpura
Road, Sheikhpura.

Unit # 2

7 KM Sheikhpura Faisalabad
Road, Sheikhpura.

Directors' Report

The Board of Directors is pleased to present the company's unaudited financial statements for the third quarter and nine months ended March 31, 2025.

During the nine months under review, the Company recorded net sales of Rs. 8,528 million, reflecting an increase from Rs. 8,064 million reported in the corresponding period of the previous year. The profit after tax amounted to Rs. 62.852 million, a significant improvement compared to the loss after tax of Rs. 104.515 million incurred during the same period of the last year. This turnaround demonstrates the Company's ongoing efforts to enhance operational efficiency and financial sustainability.

Earnings per share (EPS) for the nine-month period ended March 31, 2025, is Rs. 3.50, as compared to a loss per share of Rs. 5.82 during the corresponding period last year.

The textile spinning sector in Pakistan exhibited a mixed performance during the third quarter of 2025. Although the industry has shown resilience, it continues to face considerable challenges, particularly due to high energy costs. These increased energy tariffs have substantially impacted production expenses, thereby affecting the overall cost competitiveness of domestic spinning mills.

The market conditions remained volatile, and raw material prices continued to fluctuate. Cotton prices averaged around Rs. 18,250 per maund, while polyester and viscose were priced at approximately Rs. 346 per kg and Rs. 510 per kg, respectively.

Future Outlook

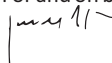
The future performance of the textile spinning industry will depend on timely and effective policy interventions, rationalization of energy costs and ban on imported yarn shall have positive impact on local industry. Although decrease in interest rates exhibits expansionary indication of our economy.

During the period under review, the Company witnessed growth in socks exports as compared to corresponding period of last year shows improvement in marketing strategy by targeting new customers and maintaining the existing customers. The Company is optimistic about sustaining growth for the remainder fiscal year. We will continue focusing on expanding market share both locally and internationally.

Acknowledgements

The Board would like to express its sincere gratitude to the Company's valued customers, banking partners, regulators and shareholders for their continued trust and support. We also acknowledge and commend the dedication and commitment of our employees.

For and on behalf of the Board


Imran Aslam
 Chief Executive


Irfan Aslam
 Director

Lahore
 April 25, 2025

ڈائریکٹر رپورٹ

بورڈ آف ڈائریکٹرز کو 31 مارچ 2025 کو ختم ہونے والی تیسری سہ ماہی کے لیے کمپنی کے غیر آڈٹ شدہ مالیاتی گوشواروں کو پیش کرنے پر خوشی ہے۔

زیر جائزہ نو ماہ کی مدت کے دوران کمپنی کی خالص فروخت 8,528 ملین روپے ریکارڈ کی گئی ہے۔ جو کہ گذشتہ سال اسی مدت میں 8,064 ملین روپے تھی۔ کمپنی کا قبل از ٹیکس منافع 62.852 ملین روپے تھا جو کہ نمایاں بہتری کو ظاہر کرتا ہے۔ جبکہ پچھلے سال اسی مدت میں 104.515 ملین روپے خسارہ تھا۔ یہ تبدیلی کمپنی کی آپریشنل کارکردگی اور مالی استحکام کو بڑھانے کیلئے جاری کوششوں کو ظاہر کرتی ہے۔

31 مارچ 2025 کو ختم ہونے والی نو ماہ کی مدت کے لیے فی حصص منافع 3.50 روپے ہے۔ گزشتہ سال کی اسی مدت کے دوران 5.82 روپے فی شیئر نقصان تھا۔

پاکستان میں ٹیکسٹائل اسپننگ سیکٹر نے 2025 کی تیسری سہ ماہی کے دوران ملی جلی کارکردگی کا مظاہرہ کیا۔ اگرچہ اس صنعت نے لچک دکھائی ہے، خاص طور پر توانائی کی بلند قیمتوں کی وجہ سے اسے کافی چیلنجز کا سامنا ہے۔ توانائی کے ان بڑھے ہوئے نرخوں نے پیداواری اخراجات کو کافی حد تک متاثر کیا ہے، اس طرح مقامی اسپننگ ملوں کی مجموعی لاگت کی مسابقت کو متاثر کیا ہے۔

مارکیٹ کے حالات غیر مستحکم رہے، اور خام مال کی قیمتوں میں اتار چڑھاؤ آتا رہا۔ روئی کی قیمت اوسطاً 1000 روپے کمی کے ساتھ 18,250 فی من کے لگ بھگ رہی۔ جبکہ پالینسٹر اور ویسکوس کی قیمت تقریباً بالترتیب 346 روپے فی کلو اور 510 روپے فی کلو گرام رہی۔

مستقبل کا نقطہ نظر
ٹیکسٹائل اسپننگ انڈسٹری کی مستقبل کی کارکردگی کا دارومدار بروقت اور موثر پالیسی مداخلتوں، توانائی کی لاگت کو معقول بنانے اور درآمدی یارن پر پابندی سے مقامی صنعت پر مثبت اثرات مرتب ہوں گے۔ اگرچہ شرح سود میں کمی ہماری معیشت کے توسیعی اشارے کو ظاہر کرتی ہے۔ زیر جائزہ مدت کے دوران، کمپنی نے گزشتہ سال کی اسی مدت کے مقابلے جرابوں کی برآمدات میں اضافہ دیکھا جو نئے صارفین کو ہدف بنا کر اور موجودہ صارفین کو برقرار رکھتے ہوئے مارکیٹنگ کی حکمت عملی میں بہتری کو ظاہر کرتا ہے۔ کمپنی باقی مالی سال کے لیے ترقی کو برقرار رکھنے کے لیے پر امید ہے۔ ہم مقامی اور بین الاقوامی سطح پر مارکیٹ شیئر کو بڑھانے پر توجہ مرکوز رکھیں گے۔

اعترافات
بورڈ کمپنی کے قابل قدر صارفین، بینکنگ شراکت داروں، اور شیئر ہولڈرز کے مسلسل اعتماد اور تعاون کے لیے ان کا تہ دل سے شکریہ ادا کرنا چاہتا ہے۔ ہم اپنے ملازمین کی لگن اور عزم کو بھی تسلیم کرتے ہیں اور ان کی تعریف کرتے ہیں۔

برائے اور یکم پورڈ

11- ہمد

عمران اسلم
چیف ایگزیکٹو

1- ہمد
عزفان اسلم
ڈائریکٹر

25 اپریل 2025

لاہور

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT MARCH 31, 2025

		March 31, 2025	June 30, 2024
	Note	(Un-audited)	(Audited)
----- Rupees in thousand -----			
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized capital:			
40,000,000 (June 30, 2024: 40,000,000)			
ordinary shares of Rs. 10 each		400,000	400,000
Issued, subscribed and paid up capital			
17,971,372 (June 30, 2024: 17,971,372)			
ordinary shares of Rs. 10 each		179,714	179,714
Reserves		1,977,166	1,902,234
Surplus on revaluation of property, plant and equipment		1,232,927	1,244,680
		3,389,807	3,326,628
Non Current Liabilities			
Long term financing	5	168,684	221,438
Deferred liability		441,729	440,547
		610,413	661,985
Current Liabilities			
Trade and other payables		953,636	718,364
Unclaimed dividend		146	146
Unpaid dividend		199	199
Accrued mark up		28,447	35,004
Current portion of non-current liabilities	6	183,350	183,350
Short term borrowings	7	1,005,206	809,338
Provision for taxation		103,696	134,922
		2,274,680	1,881,325
Contingencies and Commitments			
	8	-	-
		6,274,900	5,869,938
ASSETS			
Non Current Assets			
Property, plant and equipment	9	2,748,427	2,791,241
Investment property		108,150	108,150
Long term investment in associate		929,924	916,777
Long term deposits		3,847	3,847
		3,790,348	3,820,015
Current Assets			
Stores and spares		179,296	183,933
Stock in trade		1,054,753	755,308
Trade debts		163,879	301,813
Advances, trade deposits, prepayments and other receivables		214,932	205,694
Short term investments		148,016	36,566
Tax refunds due from the Government		385,960	357,459
Cash and bank balances		337,716	209,150
		2,484,552	2,049,923
		6,274,900	5,869,938

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


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

	Note	Nine Months Ended		Quarter Ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		---- Rupees in thousand ----			
Sales		8,527,979	8,063,776	3,064,218	3,120,924
Cost of sales	10	(8,006,406)	(7,693,698)	(2,816,251)	(2,964,514)
Gross Profit		521,573	370,078	247,967	156,410
Operating expenses:					
- Selling and distribution		(130,158)	(101,435)	(36,652)	(34,095)
- Administrative expenses		(235,987)	(220,013)	(84,182)	(75,304)
		(366,145)	(321,448)	(120,834)	(109,399)
Operating Profit		155,428	48,630	127,133	47,011
Finance cost		(106,436)	(142,319)	(31,889)	(52,912)
Other operating expenses		(14,322)	(5,096)	(8,010)	2,067
Other income		120,250	69,440	33,166	16,828
Share of net profit of associate		13,147	26,883	2,691	11,767
		12,639	(51,092)	(4,042)	(22,250)
Profit / (Loss) before Levy and Taxation		168,067	(2,462)	123,091	24,761
Levy / final taxation	11	(103,696)	(98,754)	(37,234)	(38,310)
Profit / (Loss) before Taxation		64,371	(101,216)	85,857	(13,549)
Taxation	11	(1,519)	(3,299)	(4,161)	(914)
Net Profit / (Loss) for the Year		62,852	(104,515)	81,696	(14,462)
Earnings / (Loss) per Share - Basic		3.50	(5.82)	4.55	(0.81)

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


 CHIEF EXECUTIVE OFFICER


 CHIEF FINANCIAL OFFICER


 DIRECTOR

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

	Nine Months Ended		Quarter Ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	---- Rupees in thousand ----			
Net Profit / (Loss) for the Period	62,852	(104,515)	81,696	(14,462)
Other Comprehensive Income for the Period				
<i>Items that will not be reclassified subsequently to profit or loss</i>	-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>	-	-	-	-
Total Comprehensive Income / (Loss) for the Period	62,852	(104,515)	81,696	(14,462)

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


CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

DIRECTOR

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025**

Particulars	Share Capital	Share Premium Reserve	Unappropriated Profit	Surplus on Revaluation	Total Equity
----- Rupees in thousand -----					
Balance as at June 30, 2023	179,714	5,796	1,987,457	838,080	3,011,047
Net (loss) for the period	-	-	(104,515)	-	(104,515)
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	1,908	-	(104,515)
Transferred from surplus on revaluation of property, plant and equipment on incremental depreciation charged in current period (net of deferred tax)	-	-	10,590	(10,590)	-
Surplus on revaluation of property, plant and equipment related to export	-	-	-	(459)	(459)
Balance as at March 31, 2024	179,714	5,796	1,999,955	827,031	2,906,073
Balance as at June 30, 2024	179,714	5,796	1,896,765	1,244,680	3,326,955
Net Profit for the period	-	-	62,852	-	62,852
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	62,852	-	62,852
Transferred from surplus on revaluation of property, plant and equipment on incremental depreciation charged in current period (net of deferred tax)	-	-	11,753	(11,753)	-
Surplus on revaluation of property, plant and equipment related to export	-	-	-	-	-
Balance as at March 31, 2025	179,714	5,796	1,971,370	1,232,927	3,389,807

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


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE NINE MONTHS ENDED MARCH 31, 2025

	March 31, 2025	March 31, 2024
	--- Rupees in thousand ---	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	168,067	(2,462)
Adjustments for:		
Depreciation	85,787	89,342
Share of net profit of associate	(13,147)	(26,883)
Gain on disposal of property, plant and equipment - Net	(4,847)	(167)
Exchange loss	294	5,096
Provision for workers' profit participation fund	9,031	-
Provision for workers' welfare fund	3,364	-
Provision for doubtful debts	1,484	-
Finance cost	106,436	142,319
	188,402	209,707
Operating Profit before Working Capital Changes	356,469	207,245
Decrease / (Increase) in current assets		
Stores and spares	4,636	(15,747)
Stock in trade	(299,445)	(326,499)
Trade debts	136,155	12,622
Advances, trade deposits, prepayments, and other receivables	8,239	(56,324)
Short term investment	(111,449)	(3)
Tax refunds due from the Government	(28,502)	(42,501)
Increase in current liabilities		
Trade and other payables	223,340	58,283
	(67,026)	(370,169)
Net Cash Generated / (Used) in Operations	289,443	(162,924)
Income tax paid	(156,279)	(64,667)
Gratuity paid	-	(45,826)
Workers' (profit) participation fund paid	-	-
Workers' welfare fund paid	(462)	-
Finance cost paid	(112,995)	(126,445)
Net Cash Generated / (Used) in Operating Activities	19,707	(399,862)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(36,421)	(557)
Proceed from Disposal of property, plant and equipment	9,770	300
Capital work in progress	(7,605)	-
Net Cash Used in Investing Activities	(34,256)	(257)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term financing	(52,753)	(47,665)
Short term borrowings	195,868	449,754
Net Cash generated from Financing Activities	143,115	402,089
Net increase in Cash and Cash Equivalents	128,566	1,970
Cash and cash equivalents at the beginning of the period	209,150	68,447
Cash and Cash Equivalents at the End of the period	337,716	70,417

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



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

NOTES TO AND FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2025

Note 1

The Company and its Operations

Shahzad Textile Mills Limited (the Company) was incorporated in Pakistan on October 24, 1978 as a Public Limited Company under the repealed Companies Act, 1913 (now the Companies Act, 2017). The shares of the Company are quoted on Pakistan Stock Exchange. The Company is domiciled in Pakistan and its principal business is to manufacture and deal in all types of yarn and socks. The Company holds 24.94% ordinary shares in M/s Sargodha Jute Mills Limited, an Associated Company that is engaged in manufacturing, selling and dealing in jute products.

Company's business units including its manufacturing facilities are located as under:

- The Company's registered office is situated at 19-A, Off Zafar Ali Road, Gulberg - V, Lahore
- Three units of manufacturing facilities are situated at 34 KM, Lahore-Sheikhupura Road, Sheikhupura
- One unit of manufacturing facility is situated at 7 KM, Sheikhupura-Faisalabad Road, Kharianwala

Note 2

Basis of Preparation**2.1 Statement of compliance**

2.1.1 These condensed interim financial statements of the Company 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 the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- 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.

2.1.2 These condensed interim financial statements comprise of the condensed interim statement of financial position of the Company, as at March 31, 2024 and the related condensed interim (unaudited) statement of profit or loss, condensed interim (unaudited) statement of comprehensive income, condensed interim (unaudited) statement of changes in equity and condensed interim statement of cash flows together with the notes forming part thereof.

2.1.3 These condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the audited annual financial statements for the year ended June 30, 2024.

2.1.4 These condensed interim financial statements comprise of the condensed interim statement of financial position of the Company, as at March 31, 2024 and the related condensed interim (unaudited) statement of profit or loss, condensed interim (unaudited) statement of comprehensive income, condensed interim (unaudited) statement of changes in equity and condensed interim statement of cash flows together with the notes forming part thereof.

2.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistan Rupees which is the Company's functional and presentation currency.

Note 3

Judgments and Estimates

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

Note 4

Significant Accounting Policies

The Company's accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements (un-audited) are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended June 30, 2024.

Note 5

Long Term Financing

		March 31, 2025	June 30, 2024
		(Un-audited)	(Audited)
		Rupees in thousand	
Loan from banking companies - Secured			
Habib Metro Bank Limited - SBP LTFF	5.1	212,515	254,744
Meezan Bank Limited - Diminishing Musharka	5.2	33,250	43,774
		245,765	298,518
Less: Current portion		(77,080)	(77,080)
		168,684	221,438

- 5.1** This long term finance facility was availed to retire documents of import LC that were established for import of machinery for socks unit of the Company. The sanctioned limit amounted to Rs. 291 million (June 30, 2024: Rs. 291 million) and was secured by way of creating specific charge of Rs. 560 million (June 30, 2024: Rs. 560 million) registered with SECP on Socks unit installed with 25% margin and personal guarantee of sponsoring directors. This facility is repayable in 24 equal installments latest by January 2029 and carries markup at SBP rate plus 3% (2024: SBP rate plus 3%) per annum, payable on quarterly basis.
- 5.2** This diminishing musharka facility is availed to purchase machinery. The sanctioned limit amounts to Rs. 100 million (June 30, 2024: Rs. 100 million) and is secured by way of exclusive charge over imported machinery with 15% margin and personal guarantee of sponsoring directors of the Company. This facility is repayable in 16 equal quarterly instalments, latest by June 2027 and carries markup @ 3 months KIBOR plus 1.25% (June 30, 2024: 3 month KIBOR plus 1.25%) per annum, payable on quarterly basis.

Note 6

Current Portion of Non-Current Liabilities

	March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
	Rupees in thousand	
Long term financing	77,080	77,080
Deferred liability - GIDC	106,270	106,270
	183,350	183,350

Note 7

Short Term Borrowings

		March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
		Rupees in thousand	
From banking companies - Secured			
Cash / packing finances	7.1	684,206	488,338
From related parties - Unsecured			
Loan from directors	7.2	321,000	321,000
		1,005,206	809,338

- 7.1** The Company obtained various funded and unfunded financial facilities from different banks for a total sanctioned limit of Rs. 2,071 million (June 30, 2024: Rs. 2,321 million) towards working capital requirements, retirement of local and foreign LCs and discounting of local bills / receivables. Mark up on these facilities is charged @ 1 to 6 months KIBOR plus a spread of upto 0.5% to 1.25% (June 30, 2024: 1 to 6 months KIBOR plus a spread of upto 1.25%) payable quarterly. These facilities are secured by ranking and hypothecation charge on property, plant and equipment; stocks, receivables, 100% Cash Margin; lien over export and import documents and personal guarantee of sponsoring directors of the Company. The Company has utilized un-funded facilities amounting to Rs. 237.493 million (June 30, 2024: Rs. 274.869 million) as at reporting date. Unutilized amount of funded and unfunded facilities is Rs. 1,159.26 million (June 30, 2024: Rs. 1,557.792 million).

- 7.2** This represents unsecured short-term borrowings obtained from Chief Executive Officer/ Directors of the Company to meet its working capital requirements and is repayable on demand. Loan terms have been revised to interest free w.e.f July 01, 2024 (June 30, 2024: @ 3-month KIBOR per annum)

Note 8

Contingencies and Commitments
8.1 Contingencies

- 8.1.1** The Company has provided bank guarantees in favor of following parties:

	March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
	Rupees in thousand	
- Sui Northern Gas Pipelines Limited	165,866	104,052
- Lahore Electric Supply Company	10,430	10,430
- Excise and Taxation Office	52,100	43,400
	228,396	157,882

- 8.1.2** On account of electricity duty on self generation, the Company obtained stay order by filing petition on August 10, 2010 in Lahore High Court, Lahore against LESCO and has not admitted the said duty. The case is decided in favor of the Company by the Supreme Court and we are filing for refund, hence no contingency is accounted for in this period Rs. 55.050 million (2024: Rs. 53.252 million).

8.2 Commitments

- The Company's outstanding commitments / contracts as at the reporting date are as under:

	March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
	Rupees in thousand	
Letters of credit	9,097	116,987
Note 9		
Property, Plant and Equipment		
	March 31, 2025 (Un-audited)	June 30, 2024 (Audited)
	Rupees in thousand	
Operating fixed assets	2,740,822	2,791,241
Capital work in progress	7,605	-
	2,748,427	2,791,241
9.1 Operating fixed assets		
Opening written down value	2,791,241	2,469,411
Additions during the period / year (at cost)	36,421	11,659
Revaluation adjustment	-	430,965
	2,827,662	2,912,035
Disposals during the period / year (at written down value)	(1,053)	(1,322)
	2,826,609	2,910,713
Revaluation adjustment	-	-
Depreciation charged for the period / year	(85,787)	(119,472)
	2,740,822	2,791,241

Note 10

Cost of Sales

	Nine Months Ended		Quarter Ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	---- (Un-audited) ----		---- (Un-audited) ----	
	Rupees in thousand		Rupees in thousand	
Raw materials consumed	5,590,960	5,502,764	1,976,336	2,058,536
Stores and spares consumed	191,495	170,810	65,006	67,418
Packing materials consumed	215,094	178,739	74,314	65,260
Salaries, wages and other benefits	675,613	560,241	251,437	189,487
Fuel and power	1,308,536	1,166,159	434,962	483,090
Insurance	12,141	11,633	4,178	3,638
Repairs and maintenance	5,270	8,828	2,224	1,714
Other manufacturing expenses	13,414	12,099	4,970	3,675
Depreciation	77,652	81,190	25,886	27,064
	8,090,175	7,692,463	2,839,313	2,899,882
Opening work in process	127,105	109,993	213,295	111,712
Closing work in process	(156,594)	(138,611)	(156,594)	(138,611)
	(29,489)	(28,618)	56,701	(26,899)
Cost of goods manufactured	8,060,686	7,663,845	2,896,014	2,872,983
Opening finished goods	233,904	191,503	208,422	253,181
Closing finished goods	(288,184)	(161,650)	(288,184)	(161,650)
	(54,280)	29,853	(79,762)	91,531
	8,006,406	7,693,698	2,816,252	2,964,514

Note 11

Levies and Taxation

		March 31, 2025	March 31, 2024
		---- (Un-audited) ----	
		Rupees in thousand	
Levies	11.1	103,696	98,754
Taxation	11.2	1,519	3,299
		105,215	102,053

	March 31, 2025	March 31, 2024
	---- (Un-audited) ----	
	---- Rupees in thousand ----	
11.1 Levies		
Export sales	11,613	8,172
Minimum tax	92,083	90,582
	<u>103,696</u>	<u>98,754</u>

11.1.1 This represent final taxes paid on export sales and minimum tax provision as per section 154 and section 113 of the Income Tax Ordinance, 2001 respectively, representing levy in line with the requirements of IFRIC 21 / IAS 37 and guide on IAS 12 issued by ICAP.

11.2 Taxation

Current Year	-	-
For prior years	337	2,826
	<u>337</u>	<u>2,826</u>
Deferred tax	1,182	473
	<u>1,519</u>	<u>3,299</u>

11.3 The current tax expense for the year is calculated using turnover tax @ 1.25% (2024: 1.25%) on local sales and 1.25% on export sales (2024: 1%). Therefore, no tax reconciliation has been given.

11.4 Reconciliation of Levy and Income tax under IAS-12

Current Tax liability as per applicable tax laws	103,696	98,754
Portion of current tax liability representing		
- Income tax as per IAS -12	-	-
- Levy as per IFRIC 21 / IAS 37	(103,696)	(98,754)
Difference	<u>-</u>	<u>-</u>

Note 12

Transactions with Related Parties

Related parties comprise related group companies, associated companies, 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:

			March 31, 2025	March 31, 2024
Related party	Relationship	Nature of Transaction	---- (Un-audited) ----	
			---- Rupees in thousand ----	
Sargodha Jute Mills Limited	Associate 24.94%	Purchase of materials, goods and services	671	732
		Sale of materials and goods	10,774	577

Note 13

Financial Risk Management

The Company's financial risk management objectives and policies are consistent with those disclosed in preceding audited annual financial statements for the year ended June 30, 2024.

Note 14

Segment Information

For management purposes, the activities of the Company are recognized into two operating segment, i.e. manufacturing and sales of yarn and socks. The Company operates in the said reportable operating segments based on the nature of the product, risk and return, organizational and management structure and internal financial reporting systems. Accordingly, the figures reported in these condensed interim financial statements (un-audited) relate to the Company's reportable segments. Entity-wide disclosures regarding reportable segments are as follows:

14.1

Segment Results for the period ended March 31, 2025

	Yarn	Socks	Total
	Rupees in Thousand		
Revenue	7,349,781	1,178,198	8,527,979
Operating profit	149,430	5,998	155,428
Finance cost	(97,465)	(8,971)	(106,436)
Other income	12,695	60,366	73,061
Other operating expense			(14,322)
Other income			47,189
Share of net profit from associate			13,147
Profit before taxation			<u>168,067</u>

Segment Results for the period ended March 31, 2024

	Yarn	Socks	Total
	Rupees in Thousand		
Revenue	7,266,685	797,091	8,063,776
Operating profit	36,943	11,687	48,630
Finance cost	(130,679)	(11,640)	(142,319)
Other income	9,217	38,522	47,739
Other operating expense			(5,096)
Other income			21,701
Share of net profit from associate			26,883
Profit before taxation			(2,462)

14.2**Segment financial position for the period ended March 31, 2025****Assets**

Property plant and equipment	1,721,310	1,027,117	2,748,427
Store and spares	116,150	63,146	179,296
Stock in trade	809,179	245,574	1,054,753
Trade Debts	26,035	137,844	163,879
Advances to suppliers	32,306	12,314	44,620
	2,704,979	1,485,996	4,190,975

Unallocated Assets

Investment property			108,150
Long term Investments			929,924
Long term deposits			3,847
Advances, trade deposits, prepayments and other receivables			170,312
Short term investments			148,016
Tax refunds due from the Government			385,960
Cash and bank balances			337,716
			6,274,900

	Yarn	Socks	Total
	Rupees in Thousand		
Long term financing	33,250	212,515	245,765
Trade creditors	167,573	54,710	222,283
Short term borrowings	1,005,206	-	1,005,206
Accrued mark up	21,209	7,238	28,447
	1,227,239	274,463	1,501,701

Liabilities

Long term financing	33,250	212,515	245,765
Trade creditors	167,573	54,710	222,283
Short term borrowings	1,005,206	-	1,005,206
Accrued mark up	21,209	7,238	28,447
	1,227,239	274,463	1,501,701

Unallocated liabilities

Deferred tax liability - net			441,729
Gas infrastructure development cess			106,270
Trade and other payables			731,352
Unclaimed dividends			146
Unpaid dividends			199
Provision for taxation - net			103,696
			2,885,093

Segment financial position for the year ended June 30, 2024

Assets

Property plant and equipment	1,742,841	1,048,400	2,791,241
Store and spares	126,935	56,998	183,933
Stock in trade	533,603	221,705	755,308
Trade Debts	166,979	134,834	301,813
Advances to supplier	51,563	8,393	59,956
	2,621,921	1,470,330	4,092,251

Unallocated Assets

Investment property			108,150
Long term investments			916,777
Long term deposits			3,847
Advances, trade deposits, prepayments and other			145,738
Short term investments			36,566
Tax refunds due from the Government			357,459
Cash and bank balances			209,150
			5,869,938

	Yarn	Socks	Total
	Rupees in Thousand		
Liabilities			
Long term financing	43,773	254,744	298,517
Trade creditors	73,357	83,435	156,792
Short term borrowings	809,337	-	809,337
Accrued mark	21,512	13,492	35,004
	947,979	351,671	1,299,650

Unallocated liabilities

Deferred tax liability - net	440,547
Gas infrastructure development cess	106,270
Trade and other payables	561,576
Unclaimed dividends	146
Unpaid dividends	199
Provision for taxation - net	134,922
	2,543,310

14.3 Information about products:

Yarn	86.18%	90.12%
Socks	13.82%	9.88%

14.4 Major customers:

There is no individual customer to whom sales are 10% more than of revenue.

14.5 Geographical Information:

Company's revenue from external customers on the basis of geographical location is given as under:

	March 31, 2025	March 31, 2024
	(Un-audited)	(Un-audited)
	Rupees in thousand	
Pakistan	7,366,669	7,246,551
Europe	904,752	464,278
United State of America	256,558	352,947
	8,527,979	8,063,776

Note 15

Authorization of Interim Financial Information

These condensed interim financial statements (un-audited) are approved and authorized for issuance by the Board of Directors of the Company on April 25, 2025.

Note 16

General

Comparative figures have been re-arranged, wherever necessary, to facilitate comparison. No significant re-arrangement has been made in these condensed interim financial statements (un-audited).


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR



19-A, Off Zafar Ali Road,
Gulberg-V, Lahore