

COMPANY INFORMATION

BOARD OF DIRECTORS

Chairman

Mr. Yousuf Abdullah

Chief Executive

Mr. Shahid Abdullah

Director

Mr. Nadeem Abdullah

Mr. Amer Abdullah

Mr. Shayan Abdullah

Mr. Abdul Sattar

Independent Director

Mr. Muhammad Naeem Khan

Mr. Nadeem Arshad Elahi

Dr. Marium Chughtai

AUDIT COMMITTEE

Mr. Nadeem Arshad Elahi	Chairman
Mr. Shayan Abdullah	Member
Mr. Yousuf Abdullah	Member
Mr. Amer Abdullah	Member

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Mr. Muhammad Naeem Khan	Chairman
Mr. Yousuf Abdullah	Member
Mr. Shahid Abdullah	Member
Mr. Shayan Abdullah	Member

CHIEF FINANCIAL OFFICER

Mr. Jawwad Faisal

SECRETARY

Mr. Rameez Ghausi

AUDITORS

Shinewing Hameed Chaudhri & Company
Chartered Accountants

TAX CONSULTANTS

Yousuf Adil, Chartered Accountants

LEGAL ADVISOR

Hassan & Hassan Advocates

BANKERS

Allied Bank Limited
Bank Alfalah Limited
MCB Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
United Bank Limited
Askari Bank Limited
Bank Al Habib Limited
National Bank of Pakistan
The Bank of Khyber

SHARE REGISTRARS

THK Associates (Pvt.) Limited,
Plot No. 32-C, Jami Commercial Street 2,
D.H.A., Phase VII, Karachi - 75500.

REGISTERED OFFICE

316, Cotton Exchange Building,
I.I. Chundrigar Road, Karachi.

CORPORATE OFFICE

1st Floor, Tricon Corporate Centre,
73-E Main Jail Road, Gulberg II, Lahore.

MILLS

Spinning Units

10 KM, Sheikhupura Faisalabad Road,
Kharianwala District Sheikhupura

26 KM, Sheikhupura Faisalabad Road,
Ferozewattuan District Sheikhupura

Fabric Knitting Unit

7 KM, Warburton Road, Ferozewattuan
District Sheikhupura

Fabric Dyeing and Denim Units

3.5 Km, Raiwind Manga Road, Raiwind

CONTENTS

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

Directors'
Report (English)

Directors'
Report (Urdu)

Unconsolidated
Condensed
Interim
Statement of
Financial Position

Unconsolidated
Condensed
Interim
Statement of
Profit or Loss

Unconsolidated
Condensed
Interim
Statement of other
Comprehensive
Income

Unconsolidated
Condensed
Interim
Statement of
Cash Flows

Unconsolidated
Condensed
Interim
Statement of
Changes in Equity

Notes to the
Unconsolidated
Condensed Interim
Financial
Statements

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

Directors'
Report (English)

Directors'
Report (Urdu)

Unconsolidated
Condensed
Interim
Statement of
Financial Position

Consolidated
Condensed
Interim
Statement of
Profit or Loss

Consolidated
Condensed
Interim
Statement of other
Comprehensive
Income

Consolidated
Condensed
Interim
Statement of
Cash Flows

Consolidated
Condensed
Interim
Statement of
Changes in Equity

Notes to the
Consolidated
Condensed Interim
Financial
Statements



UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTHS PERIOD ENDED
MARCH 31, 2025



Sapphire Fibres Limited

DIRECTORS' REPORT

The Directors of the Company are pleased to present unaudited financial statements for the period of nine months ended 31 March 2025.

Financial Highlights

	31 March	
	2025	2024
	Rupees in thousand	
Sales	39,450,748	34,952,747
Gross profit	3,825,076	4,244,535
Profit from operations	4,156,146	4,872,665
Other income	2,593,116	2,457,295
Profit before taxation	2,634,014	2,646,858
Provision for tax	1,280,127	969,409
Profit after taxation	1,353,887	1,677,449

During the first nine months of the current financial year, your Company achieved sales of Rs. 39.5 billion compared to Rs. 34.9 billion during the corresponding period of last year, showing an increase of 12.9%. The gross profit as a percentage of sales declined to 9.7% from 12.1% in the previous year. Whereas the Company earned profit after tax of Rs. 1,354 million compared to Rs. 1,677 million during last year's corresponding period.

Earnings per share

The Company's earnings per share (EPS) were at Rs.65.49 as compared to Rs. 81.15 during the same period of last year.

Future outlook

Global economic growth is expected to remain stable in the current financial year, though escalating trade tensions and rising protectionism pose a threat to this outlook. Pakistan's textile exports continue to experience margin pressure due to intense global competition and high cost of doing business in the country.

Your Company has successfully completed the acquisition of 50% shareholding each in UCH Power (Private) Limited and UCH-II Power (Private) Limited. This strategic investment is expected to generate a stable stream of dividend income for the Company over the foreseeable future.

The Board extends its sincere appreciation to the Company's employees for their dedication and hard work.

Director
Shayan Abdullah

For and on behalf of the Board

Chief Executive
Shahid Abdullah

Lahore
Dated: 28 April, 2025



Sapphire Fibres Limited

ڈائریکٹرز رپورٹ

کمپنی کے ڈائریکٹرز 31 مارچ 2025ء کو ختم ہونے والی نو ماہ کے لئے کمپنی کے غیر نظر ثانی شدہ عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔
مالیاتی جھلکیاں

روپے ہزاروں میں

تفصیل	31 مارچ 2025ء	31 مارچ 2024ء
فروخت	39,450,748	34,952,747
مجموعی منافع	3,825,076	4,244,535
آپریٹنگ منافع	4,156,146	4,872,665
دیگر آمدنی	2,593,116	2,457,295
ٹیکس سے قبل منافع	2,634,014	2,646,858
پرویشن برائے ٹیکس	1,280,127	969,409
ٹیکس کے بعد منافع	1,353,887	1,677,449

مالی کارکردگی

آپ کی کمپنی نے گزشتہ سال کی اسی مدت کے دوران 34.9 ملین روپے کے مقابلے میں مالی سال کے پہلے نو ماہ کے دوران 39.5 ملین روپے کی فروخت حاصل کی، جو 12.9 فیصد اضافہ ظاہر کر رہی ہے۔ مجموعی منافع گزشتہ سال کے 12.1 فیصد سے کم ہو کر زیر جائزہ مدت کے دوران 9.7 فیصد ہوا۔ جبکہ کمپنی نے گزشتہ سال کی اسی مدت کے دوران 1,677 ملین روپے کے مقابلے میں موجودہ مدت کے دوران 1,354 ملین روپے ٹیکس کے بعد منافع کمایا ہے۔

نی حصص آمدنی

کمپنی کی موجودہ مدت کی فی شیئر آمدنی (EPS) 65.49 روپے ہے جو کہ پچھلے سال کی اسی مدت کے دوران 81.15 روپے تھی۔

مستقبل کا نقطہ نظر

توقع ہے کہ رواں مالی سال میں عالمی اقتصادی نمو مستحکم رہے گی، اگرچہ بڑھتے ہوئے تجارتی تناؤ اور بڑھتی ہوئی تحفظ پسندی اس نقطہ نظر کے لئے خطرہ ہے۔ پاکستان کی ٹیکسٹائل برآمدات شدید عالمی مسابقت اور ملک میں کاروبار کرنے کی زیادہ لاگت کی وجہ سے مارجن پریشکار سامنا کر رہی ہیں۔

آپ کی کمپنی نے یو سی ایچ پاور (پرائیویٹ) لمیٹڈ میں 50 فیصد اور یو سی ایچ II پاور (پرائیویٹ) لمیٹڈ میں 50 فیصد شیئر ہولڈنگ کے حصول کو کامیابی سے مکمل کر لیا ہے۔ اس اسٹریٹجک سرمایہ کاری سے مستقبل قریب میں کمپنی کے لئے منافع کی آمدنی کا ایک مستحکم سلسلہ پیدا ہونے کی توقع ہے۔

اعتراف

ڈائریکٹرز کمپنی کے عملے اور کارکنوں کی سخت محنت اور قابل ستائش خدمات کو سراہتے ہیں۔

S. Asdeed.

شایان عبداللہ
ڈائریکٹر

منجانب بورڈ آف ڈائریکٹرز
S. Asdeed.

شاہد عبداللہ
چیف ایگزیکٹو

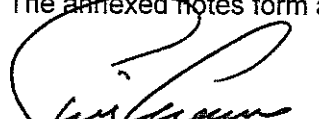
لاہور

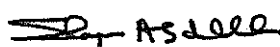
تاریخ: 28 اپریل 2025ء

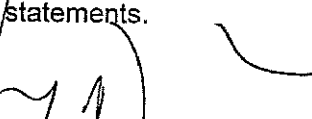
SAPPHIRE FIBRES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

AS AT MARCH 31, 2025		Un-audited March 31, 2025	Audited June 30, 2024
	Note	----- Rupees -----	
ASSETS			
Non-current assets			
Property, plant and equipment	4	18,269,209,831	16,045,333,501
Investment property		31,750,000	31,750,000
Intangible assets		1,751,809	2,657,333
Long term investments	5	25,572,648,564	10,142,348,046
Long term loans		300,000	365,570
Deferred taxation		-	337,480,577
Long term deposits		62,418,345	62,018,345
		<u>43,938,078,549</u>	<u>26,621,953,372</u>
Current assets			
Stores, spare parts and loose tools		1,308,585,154	1,281,986,491
Stock-in-trade	6	18,019,722,437	14,890,873,033
Trade debts		6,434,594,680	5,596,181,993
Loans and advances		321,021,848	448,776,997
Trade deposits and short term prepayments		41,032,951	10,058,628
Short term investments		4,198,595,862	2,954,959,698
Other receivables		1,821,673,381	1,671,735,391
Tax refunds due from Government		3,302,089,941	2,136,849,845
Cash and bank balances		1,317,348,415	662,222,792
		<u>36,764,664,669</u>	<u>29,653,644,868</u>
Total assets		<u>80,702,743,218</u>	<u>56,275,598,240</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
35,000,000 ordinary shares of Rs.10 each		350,000,000	350,000,000
Issued, subscribed and paid-up capital			
20,671,875 ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		33,628,629,696	4,944,193,070
Unappropriated profit		3,859,613,093	29,409,171,885
		<u>37,694,961,539</u>	<u>34,560,083,705</u>
Liabilities			
Non-current liabilities			
Long term liabilities	7	3,187,385,434	3,913,799,341
Staff retirement benefit - gratuity		816,108,696	716,804,813
Deferred taxation		288,086,083	-
		<u>4,291,580,213</u>	<u>4,630,604,154</u>
Current liabilities			
Trade and other payables		5,592,220,124	4,742,066,969
Contract liabilities		352,073,489	1,051,457,307
Accrued mark-up / interest		370,365,144	205,543,878
Short term borrowings	8	29,292,028,466	8,117,354,325
Current portion of long term liabilities	7	1,298,884,184	1,291,068,388
Unclaimed dividend		8,671,156	8,072,375
Provision for income tax / levies	9	1,801,958,903	1,669,347,139
		<u>38,716,201,466</u>	<u>17,084,910,381</u>
Total liabilities		<u>43,007,781,679</u>	<u>21,715,514,535</u>
Contingencies and commitments	10		
Total equity and liabilities		<u>80,702,743,218</u>	<u>56,275,598,240</u>

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


Chief Executive Officer

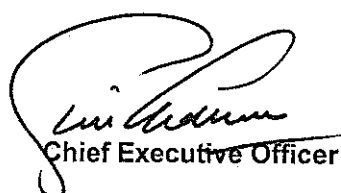

Director

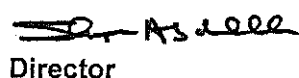

Chief Financial Officer

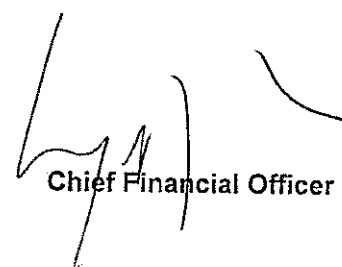
SAPPHIRE FIBRES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Note	Nine months period ended		Quarter ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		----- Rupees -----			
		(Restated)		(Restated)	
Sales - net	11	39,450,748,364	34,952,746,532	12,990,561,023	12,053,752,569
Cost of sales	12	(35,625,672,440)	(30,708,211,025)	(11,965,725,883)	(10,637,497,943)
Gross profit		3,825,075,924	4,244,535,507	1,024,835,140	1,416,254,626
Distribution cost		(1,615,987,928)	(1,265,858,198)	(463,921,996)	(531,306,219)
Administrative expenses		(645,049,264)	(507,716,553)	(257,091,331)	(182,042,633)
Other income	13	2,593,115,623	2,457,295,261	1,009,367,513	845,968,948
Other expenses		(1,008,837)	(55,590,757)	0	(16,441,078)
Profit from operations		4,156,145,518	4,872,665,260	1,313,189,326	1,532,433,644
Finance cost		(1,522,131,114)	(2,225,807,416)	(509,145,609)	(726,820,802)
Profit before revenue tax and income tax		2,634,014,404	2,646,857,844	804,043,717	805,612,842
Final taxes - levy		(492,533,363)	(535,736,435)	(146,024,086)	(218,423,985)
Profit before income tax		2,141,481,041	2,111,121,409	658,019,631	587,188,857
Income tax					
- Current		(484,006,932)	(433,474,842)	(211,179,126)	(93,617,933)
- Deferred		(303,586,829)	(197,936)	(136,508,194)	2,003,329
		(787,593,761)	(433,672,778)	(347,687,320)	(91,614,604)
Profit after taxation		1,353,887,280	1,677,448,631	310,332,311	495,574,253
Earnings per share					
- basic and diluted		65.49	81.15	15.01	23.97

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


Chief Executive Officer


Director



Chief Financial Officer

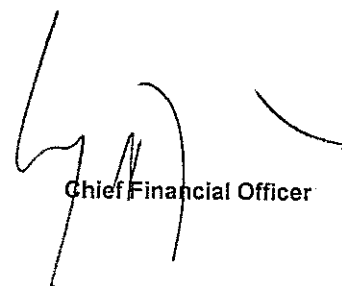
SAPPHIRE FIBRES LIMITED
CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Nine months period ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- Rupees -----			
Profit after taxation	1,353,887,280	1,677,448,631	310,332,311	495,574,253
Other comprehensive income				
Items that will not be reclassified to statement of profit or loss subsequently				
Unrealised gain on remeasurement of investment at fair value through other comprehensive income:				
- long term	1,218,774,508	1,880,698,460	(169,037,583)	531,984,976
- short term	1,149,507,118	1,004,774,807	152,842,098	27,293,174
	2,368,281,626	2,885,473,267	(16,195,485)	559,278,150
Realised (loss) / gain on sale of investment at fair value through other income	(58,592,491)	(75,595,287)	3,925,568	-
Impact of deferred tax	(321,979,831)	-	1,763,786	-
Other comprehensive income / (loss) for the period	1,987,709,304	2,809,877,980	(10,506,131)	559,278,150
Total comprehensive income for the period	3,341,596,584	4,487,326,611	299,826,180	1,054,852,403

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


Chief Executive Officer

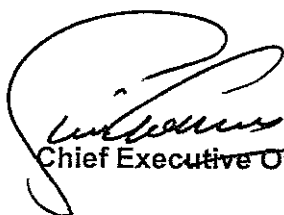

Director


Chief Financial Officer

SAPPHIRE FIBRES 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	March 31, 2024
	Note	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in operations	14	(2,173,818,798)	1,217,262,035
Staff retirement benefits paid		(111,296,117)	(110,883,550)
Finance cost paid		(1,357,309,848)	(2,251,130,071)
Taxes paid - net		(846,922,417)	(475,098,152)
Workers' profit participation fund paid		(14,682,955)	(199,260,238)
Long term loans - net		(334,430)	(1,398,370)
Net cash (used in) operating activities		(4,504,364,566)	(1,820,508,346)
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(3,103,651,289)	(853,737,804)
Long term investment made		(14,211,526,010)	(88,498,098)
Proceeds from disposal of operating fixed assets		51,669,524	19,303,614
Proceeds from sale of stores		-	738,199
Proceeds from disposal of short term investment		(152,721,537)	58,564,712
Dividend and interest income received		2,325,884,236	2,181,199,470
Net cash (used in) / generated from investing activities		(15,090,345,076)	1,317,570,093
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finances - repaid		(718,718,907)	(628,582,649)
Dividend paid		(206,119,969)	(205,878,905)
Short term borrowings - net		21,174,674,141	1,589,043,864
Net cash generated from financing activities		20,249,835,265	754,582,310
Net increase in cash and cash equivalents		655,125,623	251,644,057
Cash and cash equivalents - at beginning of the period		662,222,792	359,991,393
Cash and cash equivalents - at end of the period		1,317,348,415	611,635,450

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


Chief Executive Officer

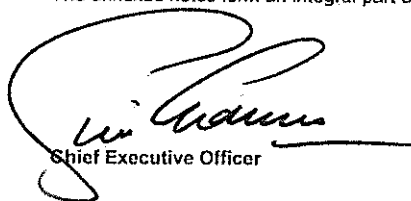

Director

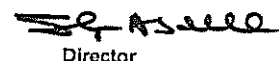

Chief Financial Officer

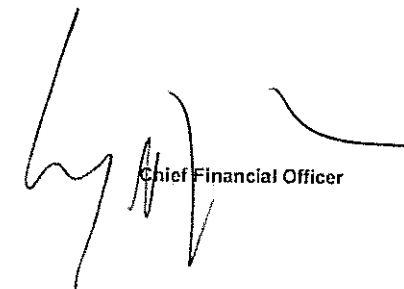
SAPPHIRE FIBRES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Issued, subscribed and paid-up capital	Reserves					Other Components		Total
		Capital		Revenue			of equity	Sub-total	
		Share Premium	Reserves	General	Unappropriated profit	Sub-total	Unrealised gain		
							on financial assets at fair value through other comprehensive income		
----- Rupees -----									
Balance as at July 1, 2023 (Audited)	206,718,750	391,833,750	-	1,183,845,000	26,529,231,407	28,104,910,157	(602,963,037)	(602,963,037)	27,708,665,870
Transaction with owners of the Company									
Final dividend related to the year ended June 30, 2023 at the rate of Rs. 10 per share	-	-	-	-	(206,718,750)	(206,718,750)	-	-	(206,718,750)
Total comprehensive income for the nine months period ended March 31, 2024									
Profit for the period	-	-	-	-	1,677,448,631	1,677,448,631	-	-	1,677,448,631
Other comprehensive income	-	-	-	-	-	-	2,809,877,980	2,809,877,980	2,809,877,980
	-	-	-	-	1,677,448,631	1,677,448,631	2,809,877,980	2,809,877,980	4,487,326,611
Reclassification adjustment of realised loss on sale of equity instrument at fair value through other comprehensive income	-	-	-	-	(75,595,287)	(75,595,287)	75,595,287		-
Balance as at March 31, 2024 (Un-audited)	206,718,750	391,833,750	-	1,183,845,000	27,924,366,001	29,500,044,751	2,282,510,230	2,206,914,943	31,989,273,731
Balance as at July 1, 2024 (Audited)	206,718,750	391,833,750	-	1,183,845,000	29,409,171,885	30,984,850,635	3,368,514,320	3,368,514,320	34,560,083,705
Transaction with owners of the Company									
Final dividend related to the year ended June 30, 2024 at the rate of Rs. 10 per share	-	-	-	-	(206,718,750)	(206,718,750)	-	-	(206,718,750)
Total comprehensive income for the nine months period ended March 31, 2025									
Profit for the period	-	-	-	-	1,353,887,280	1,353,887,280	-	-	1,353,887,280
Other comprehensive income	-	-	-	-	(321,979,831)	(321,979,831)	2,309,689,135	2,309,689,135	1,987,709,304
Reclassification adjustment of realised loss on sale of equity instrument at fair value through other comprehensive income	-	-	-	-	1,031,907,449	1,031,907,449	2,309,689,135	2,309,689,135	3,341,596,584
Transfer to capital reserve	-	-	27,500,000,000	(1,183,845,000)	(26,316,155,000)	-	58,592,491	-	-
Balance as at March 31, 2025 (Un-audited)	206,718,750	391,833,750	27,500,000,000	-	3,859,613,093	31,751,446,843	5,736,795,946	5,678,203,455	37,694,961,539
The approved notes form an integral part of these financial statements.									

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


Chief Executive Officer


Director


Chief Financial Officer

SAPPHIRE FIBRES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

1. LEGAL STATUS AND OPERATIONS

Sapphire Fibres Limited (the Company) was incorporated in Pakistan on June 5, 1979 as a Public Company under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange. The Company is principally engaged in manufacture and sale of yarn, fabrics and garments.

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

Karachi	Purpose
316, Cotton Exchange Building, I.I Chundrigar Road	Registered office
Lahore	
First Floor, Tricon Corporate Centre, 73-E Main Jail Road, Gulberg II.	Head office
3.5 km, Manga Road, Riawand	Production plant
Shiekhupura	
10 km, Shiekhupura / Faisalabad Road, Kharianwala	Production plant
26 km, Shiekhupura / Faisalabad Road, Feroze wattoan	Production plant

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

2.1.1 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 (the Act);
- Provisions of and directives issued under the Act; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act.

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

2.1.2 These condensed interim financial statements does not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2024. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2 Standards, amendments to approved accounting standards effective in current period and are relevant

Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on July 01, 2024 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

2.3 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments to the accounting standards and interpretations that are effective for accounting periods beginning on July 01, 2025 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

2.4 Material accounting policies

All the material accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of audited annual financial statements for the year ended June 30, 2024.

2.4.1 Restatement

In May 2024, the Institute of Chartered Accountants of Pakistan (ICAP) had issued a circular on "IAS -12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said guidance requires certain amounts of taxes paid under minimum tax regime (which is not adjustable against the future income tax liability) and final tax regime to be shown separately as a levy instead of showing it in current tax. Accordingly, the impact has been incorporated in these interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS - 8) — 'Accounting Policies, Change in Accounting Estimates and Errors'. There has been no effect on the condensed interim statement of financial position and statement of cash flows as a result of this change.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

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

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

4. PROPERTY, PLANT AND EQUIPMENT

	Note	Un-audited March 31, 2025	Audited June 30, 2024
		----- Rupees -----	
Operating fixed assets	4.1	15,354,185,028	14,103,694,892
Capital work-in-progress	4.2	2,915,024,803	1,941,638,609
		<u>18,269,209,831</u>	<u>16,045,333,501</u>
4.1 Operating fixed assets			
Net book value at beginning of the period / year		14,103,694,892	13,524,386,843
Additions during the period / year	4.1.1	2,130,015,095	1,650,605,296
Disposals costing Rs.225.555 million (June 30, 2024: Rs.64.218 million)			
- at net book value	4.1.3	(32,515,539)	(11,709,186)
Depreciation charge for the period / year		(847,009,420)	(1,059,588,061)
Net book value at end of the period / year		<u>15,354,185,028</u>	<u>14,103,694,892</u>

**4.1.1 Additions to operating fixed assets, including
transfer from capital work-in-progress,
during the period / year:**

	Note	Un-audited March 31, 2025	Audited June 30, 2024
		----- Rupees -----	
Freehold land		-	450,000,000
Residential buildings and others on freehold land		6,916,962	9,852,468
Factory buildings on freehold land		80,591,863	411,069,884
Plant and machinery	4.1.4	1,950,977,256	655,838,370
Electric installation		2,822,010	37,725,058
Equipment			
- Office		611,000	-
- Mills		3,369,522	2,673,650
- Fire fighting		-	11,750,985
Computer hardware		15,093,166	27,602,801
Vehicles		66,323,900	38,440,100
Furniture and fixtures		3,309,416	5,651,980
		2,130,015,095	1,650,605,296

4.1.2 These include transfer from capital work-in-progress amounting Rs.2,130.016 million (June 30, 2024: Rs.1,650.605 million).

4.1.3 These include disposal costing Rs.52.230 thousand against sale of machinery to Reliance Cotton Spinning Mills Limited (a related party).

4.1.4 These include machinery costing Rs.33.20 million purchased from Reliance Cotton Spinning Mills Limited (a related party).

	Note	Un-audited March 31, 2025	Audited June 30, 2024
		----- Rupees -----	
4.2 Capital work-in-progress			
Buildings		597,951,788	574,701,399
Furniture and fixtures		3,255,475	3,255,475
Plant and machinery	4.2.1	981,879,430	933,724,499
Advance payments against:			
• freehold land		9,002,400	22,502,400
• factory / office building		130,615,799	6,668,800
• plant and machinery	4.2.2	961,629,200	-
• electric installation		195,198,723	384,746,541
• vehicles		32,363,588	14,651,095
• computers		3,128,400	1,388,400
		1,331,938,110	429,957,236
		2,915,024,803	1,941,638,609

- 4.2.1 The company during the period has capitalized borrowing cost of Rs. Nil (June 30, 2024: Rs.32.948 million) charged at the rate ranging from Nil (June 30, 2024: 15.81% to 23.28%) per annum.
- 4.2.2 These include advance payment of Rs.961.629 million against purchase of machinery from Reliance Cotton Spinning Mills Limited (a related party).

5. LONG TERM INVESTMENTS

	Note	Un-audited March 31, 2025	Audited June 30, 2024
		----- Rupees -----	
Subsidiary Companies - at cost		4,163,135,476	3,675,058,316
Associated Companies - at cost		758,276,769	758,276,769
Others - equity instruments	5.1	6,394,210,309	5,175,435,801
- debt instruments	5.2	45,500,000	45,500,000
Share deposit money	5.3	14,211,526,010	488,077,160
		25,572,648,564	10,142,348,046
5.1 Equity Instruments - at FVTOCI			
Quoted			
MCB Bank Limited			
18,837,275 ordinary shares of Rs.10 each - cost		984,949,221	984,949,221
Adjustment arising from			
re-measurement to fair value		4,301,920,381	3,291,488,950
		5,286,869,602	4,276,438,171
Habib Bank Limited			
7,244,196 ordinary shares of Rs.10 each - cost		1,217,073,609	1,217,073,609
Adjustment arising from			
re-measurement to fair value		(110,232,902)	(318,575,979)
		1,106,840,707	898,497,630
Unquoted			
TCC Management Services (Private) Limited			
50,000 ordinary shares of Rs. 10 each		500,000	500,000
		6,394,210,309	5,175,435,801
5.2 Debt Instruments - at FVTOCI			
Habib Bank Limited -			
term finance certificates (TFCs)			
500 term finance certificates of			
Rs.100,000 each - cost		50,000,000	50,000,000
Adjustment arising from			
re-measurement to fair value		(4,500,000)	(4,500,000)
		45,500,000	45,500,000

- 5.3 The Company during the period made payment of Rs.14,070.08 million to UCH Power (Pvt) Limited and UCH-II Power (Pvt) Limited and Rs.141.45 million to M/S Sapphire USA, LLC for subscription of shares.

6. STOCK-IN-TRADE

		Un-audited March 31, 2025	Audited June 30, 2024
	Note	----- Rupees -----	
Raw materials		12,240,753,270	9,517,724,084
Work-in-process		1,405,566,831	1,396,530,229
Finished goods		4,373,402,336	3,976,618,720
		<u>18,019,722,437</u>	<u>14,890,873,033</u>

7. LONG TERM LIABILITIES

Long term finances	7.1	4,160,415,666	4,879,134,573
Provision for Gas Infrastructure Development Cess	7.2	325,853,952	325,733,156
		<u>4,486,269,618</u>	<u>5,204,867,729</u>
Less: current portion grouped under current liabilities		(1,298,884,184)	(1,291,068,388)
		<u>3,187,385,434</u>	<u>3,913,799,341</u>

7.1 Long term finances - secured

Balance at beginning of the period / year		4,879,134,573	5,732,823,306
Add: disbursements during the period / year	7.1.1	-	-
Less: repayments made during the period / year		(718,718,907)	(853,688,733)
Balance at end of the period / year		<u>4,160,415,666</u>	<u>4,879,134,573</u>

7.1.1 All the terms and conditions of long term finances are materially same as disclosed in audited annual financial statements of the Company for the year ended June 30, 2024. These long term finances, during the period, carried mark-up / profit at the rates ranged from 2.00% to 21.24% (June 30, 2024: 2.00% to 23.47%) per annum.

7.2 The Honourable Supreme Court of Pakistan (SCP) vide its judgment dated August 13, 2020 decided the appeal against the Company and declared the GIDC Act, 2015 to be constitutional and recoverable from the gas consumer. A review petition was filed against the judgment which was also dismissed. However, partial relief was granted and recovery period was extended to 48 months from 24 months. SCP in its detailed judgment stated that the Cess under GIDC Act, 2015 is applicable only to those consumers of natural gas who on account of their industrial or commercial dealings had passed on GIDC burden to their end customers.

The Company has filed a civil suit before the Honourable Sindh High Court (SHC) on the grounds that the Company falls under the category of consumer and had not passed on the impact of GIDC to end customers. SHC has granted stay order in the said suit and has restrained SNGPL from taking any coercive action against the Company.

The Company has recorded a liability for GIDC at its present value, by discounting future estimated cash flows using risk free rate of return.

8. SHORT TERM BORROWINGS

	Note	Un-audited March 31, 2025	Audited June 30, 2024
		----- Rupees -----	
Running / cash finances - secured	8.1	24,431,384,718	7,655,369,676
Running musharakah finance - secured	8.1	4,856,279,143	458,909,062
Temporary bank overdraft - unsecured		4,364,605	3,075,587
		<u>29,292,028,466</u>	<u>8,117,354,325</u>

- 8.1 The Company has obtained short term finance facilities, aggregating Rs.41,695 million (June 30, 2024: Rs.26,900 million) from various commercial banks under mark-up arrangements. These finance facilities are secured against hypothecation charge of Rs.62,359 million (June 30, 2024: Rs.49,593 million) over current assets of the Company, lien on export / import documents, trust receipts and promissory notes duly signed by the directors. These finances carry mark-up / profit at the rates ranging from 12.21% to 20.89% (June 30, 2024: 16.25% to 23.99%) per annum. These facilities are expiring on various dates upto November 30, 2025.

9. LEVIES AND INCOME TAXATION

The provision for levies and income taxation for the nine month period ended and quarter ended March 31, 2025 has been made using the best possible estimate of total annual tax liability of the Company. Amount accrued may has to be adjusted in the subsequent period.

10. CONTINGENCIES AND COMMITMENTS**10.1 Contingencies**

Guarantees aggregating Rs.1,450.968 million (June 30, 2024: Rs.1,213.131 million) have been issued by banks of the Company to various Government institutions and Sui Northern Gas Pipelines Limited.

There has been no material change in the status of other contingencies as disclosed in the audited annual financial statements of the Company for the year ended June 30, 2024.

	Un-audited March 31, 2025	Audited June 30, 2024
	----- Rupees -----	
10.2 Commitments in respect of :		
• letters of credit for capital expenditure	<u>768,702,806</u>	<u>944,042,713</u>
• letters of credit for purchase of raw materials and stores, spare parts & chemicals	<u>3,594,242,313</u>	<u>1,534,011,443</u>
• capital expenditure other than letters of credit	<u>184,473,932</u>	<u>147,714,378</u>
• foreign bills discounted	<u>817,859,468</u>	<u>3,501,789,032</u>

11. SALES - net

Segment wise disaggregation of revenue from contracts with respect to type of goods and services and geographical market is presented below:

For the nine months period ended March 31, 2025 - Un-audited

	Spinning	Knits	Denim	Total
	----- Rupees -----			
Types of goods and services				
Local sales				
- Yarn	9,558,029,616	3,389,580	12,083,486	9,573,502,682
- Fabric	-	457,135,029	7,327,298,973	7,784,434,002
- Garments	-	401,720,360	-	401,720,360
- Waste	709,427,544	43,732,009	92,309,529	845,469,082
- Raw materials	283,059,789	-	-	283,059,789
- Local steam income	20,896,200	-	-	20,896,200
- Processing income	7,989,257	545,721,508	44,685,907	598,396,672
	10,579,402,406	1,451,698,486	7,476,377,895	19,507,478,787
Export Sales				
- Yarn	9,829,375,931	147,158,861	-	9,976,534,792
- Fabric	-	1,029,182,020	3,603,948,024	4,633,130,044
- Garments	-	5,229,702,135	-	5,229,702,135
- Waste	60,143,780	-	-	60,143,780
	9,889,519,711	6,406,043,016	3,603,948,024	19,899,510,751
Export rebate				
- Yarn	764,298	228,231	-	992,529
- Fabric	-	2,486,031	18,903,343	21,389,374
- Garments	-	21,376,923	-	21,376,923
	764,298	24,091,185	18,903,343	43,758,826
	20,469,686,415	7,881,832,687	11,099,229,262	39,450,748,364
Timing of revenue recognition				
Goods transferred at a point in time	20,461,697,158	7,336,111,179	11,054,543,355	38,852,351,692
Services rendered at a point in time	7,989,257	545,721,508	44,685,907	598,396,672
	20,469,686,415	7,881,832,687	11,099,229,262	39,450,748,364

For the nine months period ended March 31, 2024 - Un-audited

	Spinning	Knits	Denim	Total
	----- Rupees -----			
Types of goods and services				
Local sales				
- Yarn	2,293,226,858	13,130,929	6,581,423	2,312,939,210
- Fabric	-	276,190,308	1,594,776,252	1,870,966,560
- Garments	-	132,274,966	-	132,274,966
- Waste	282,179,906	31,396,385	104,045,053	417,621,344
- Raw materials	113,955,576	-	-	113,955,576
- Local steam income	15,195,700	-	-	15,195,700
- Processing income	15,173,238	683,583,639	30,336,564	729,093,441
	2,719,731,278	1,136,576,227	1,735,739,292	5,592,046,797
Export Sales				
- Yarn	18,480,151,602	160,343,591	-	18,640,495,193
- Fabric	-	455,250,558	7,299,331,341	7,754,581,899
- Garments	-	2,555,470,627	-	2,555,470,627
- Waste	352,964,064	-	-	352,964,064
	18,833,115,666	3,171,064,776	7,299,331,341	29,303,511,783
Export rebate				
- Yarn	352,647	7,519	-	360,166
- Fabric	-	1,765,475	15,958,916	17,724,391
- Garments	-	39,103,395	-	39,103,395
	352,647	40,876,389	15,958,916	57,187,952
	21,553,199,591	4,348,517,392	9,051,029,549	34,952,746,532
Timing of revenue recognition				
Goods transferred at a point in time	21,538,026,353	3,664,933,753	9,020,692,985	34,223,653,091
Services rendered at a point in time	15,173,238	683,583,639	30,336,564	729,093,441
	21,553,199,591	4,348,517,392	9,051,029,549	34,952,746,532

12. COST OF SALES

		----- Un-audited -----			
		Nine months period ended		Quarter ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Note		----- Rupees -----			
Finished goods at beginning of the period		3,976,618,720	3,459,768,225	4,655,522,077	3,349,574,147
Cost of goods manufactured	12.1	35,765,030,032	30,346,461,165	11,639,398,720	10,445,365,377
Cost of raw materials sold		257,426,024	105,879,772	44,207,422	46,456,556
		36,022,456,056	30,452,340,937	11,683,606,142	10,491,821,933
		39,999,074,776	33,912,109,162	16,339,128,219	13,841,396,080
Finished goods at end of the period		(4,373,402,336)	(3,203,898,137)	(4,373,402,336)	(3,203,898,137)
		35,625,672,440	30,708,211,025	11,965,725,883	10,637,497,943

12.1 Cost of goods
manufactured

Work-in-process at beginning of the period		1,396,530,229	1,264,365,323	1,470,694,739	1,194,389,844
Raw materials consumed		22,974,413,805	22,264,425,751	6,044,608,146	7,836,532,122
Direct labour and other overheads		12,799,652,829	8,384,931,572	5,529,662,666	2,981,704,892
		35,774,066,634	30,649,357,323	11,574,270,812	10,818,237,014
		37,170,596,863	31,913,722,646	13,044,965,551	12,012,626,858
Work-in-process at end of the period		(1,405,566,831)	(1,567,261,481)	(1,405,566,831)	(1,567,261,481)
		35,765,030,032	30,346,461,165	11,639,398,720	10,445,365,377

13. OTHER INCOME

This mainly includes dividend of Rs.1,299.522 million (March 31, 2024: Rs.866.348 million) received from Sapphire Electric Company Limited - a Subsidiary Company.

14. CASH USED IN OPERATIONS

	Note	Un-audited	
		Nine months period ended	
		March 31, 2025	March 31, 2024
		----- Rupees -----	
Profit before taxation		2,634,014,404	2,646,857,844
Adjustments for non-cash and other items:			
Depreciation		847,009,420	784,091,496
Amortization of intangible assets		1,155,524	1,653,094
Staff retirement benefit - gratuity		210,600,000	161,100,000
Provision for workers' welfare fund		-	54,017,507
Gain on disposal of operating fixed assets		(19,153,985)	(12,056,891)
Gain on sale of stores and spares		-	(738,199)
Dividend and interest income		(2,325,884,236)	(2,181,199,470)
Finance cost		1,522,131,114	2,225,807,416
Working capital changes	14.1	(5,043,691,040)	(2,462,270,762)
		<u>(2,173,818,798)</u>	<u>1,217,262,035</u>

14.1 Working capital changes

(Decrease) in current assets:

- stores, spare parts and loose tools	(26,598,663)	(364,358,607)
- stock-in-trade	(3,128,849,404)	(3,192,197,580)
- trade debts	(838,412,687)	1,903,959,008
- loans and advances	127,755,149	(49,450,559)
- deposits and other receivables	(1,343,158,523)	(405,098,192)
	<u>(5,209,264,128)</u>	<u>(2,107,145,930)</u>

Increase / (decrease) in current liabilities:

- trade and other payables	864,956,906	(505,970,083)
- contract liabilities	(699,383,818)	150,845,251
	<u>165,573,088</u>	<u>(355,124,832)</u>
	<u>(5,043,691,040)</u>	<u>(2,462,270,762)</u>

15. FINANCIAL RISK MANAGEMENT

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.

There has been no change in the Company's sensitivity to these risks since June 30, 2024, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Company during the period.

These condensed interim financial statement does not include all financial risk management information and disclosures as are required in the audited annual financial statements and should be read in conjunction with the Company's audited annual financial statement as at June 30, 2024.

16. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operation or to undertake a transaction on adverse terms.

Given below is the analysis of financial instruments, carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The Company's financial assets measured at fair value consists of level 1 financial assets amounting Rs.10,498.562 million (June 30, 2024: Rs.8,176.702 million).

During the period ended March 31, 2025, there were no transfers amongst the levels. Further, there were no changes in the valuation techniques during the period.

The carrying values of other financial assets and liabilities reflected in the financial statements approximate their fair values.

17. TRANSACTIONS WITH RELATED PARTIES**17.1 Significant transactions with related parties are as follows:**

	Un-audited	
	Nine months period ended	
	March 31, 2025	March 31, 2024
	----- Rupees -----	
Transactions with Subsidiary Companies		
Dividend received	1,299,521,700	1,299,521,699
Expenses charged to	1,240,295	213,277
Loans provided	37,207,617	51,403,084
Mark-up charged	69,308,557	142,505,911
Transactions with Associated Companies		
Sales:		
• raw material / yarn / fabric / stores	1,019,166,320	601,751,438
• assets	800,000	-
Purchases:		
• raw material / yarn / fabric / stores	1,490,664,744	3,069,728,411
• assets	987,230,884	25,000,000
Services:		
• rendered	45,062,845	35,051,061
• obtained	3,327,869	11,534,292

	Un-audited	
	Nine months period ended	
	March 31, 2025	March 31, 2024
	----- Rupees -----	
Expenses charged by	71,056,511	69,267,639
Expenses charged to	24,428,250	36,260,884
Advance against share deposit	14,211,526,010	-
Dividend:		
• received	178,739,472	143,114,472
• paid	111,201,540	111,201,540
Transactions with Key management personnel		
Remuneration and other benefits	679,031,085	452,687,390
Transactions with Retirement fund		
Contribution made	46,704,927	35,760,366
17.2 Period / year end balances are as follows:	Un-audited	Audited
	March 31, 2025	June 30, 2024
	----- Rupees -----	
Receivables from related parties		
Advance for purchase of fixed assets	961,629,200	-
Trade debts	340,326,243	184,342,475
Other receivables	595,397,667	772,568,842
Payable to related parties		
Trade and other payables	466,354,300	198,153,520

18. CORRESPONDING FIGURES

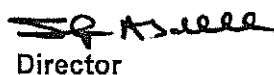
In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim statement of financial position has been compared with the balances of audited annual financial statements of the Company for the year ended June 30, 2024, whereas, the condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity have been compared with the balances of comparable period of condensed interim financial statements of the Company for the nine months period ended March 31, 2024.

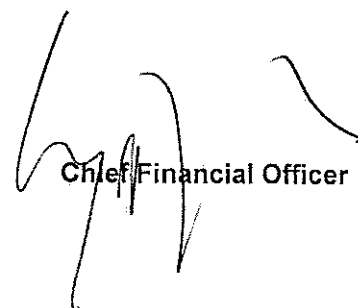
- Comparative information has been re-classified, re-arranged or additionally incorporated in these interim financial statements, where necessary, to facilities better comparison and to conform with the changes in presentation.

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors and authorised for issue on April 28, 2025.


Chief Executive Officer


Director


Chief Financial Officer

A conceptual image showing a small green seedling with two leaves growing out of a mound of soil. The mound of soil is placed on top of a tall stack of gold coins. The entire scene is set against a dark green, textured background. A white, teardrop-shaped outline frames the text on the right side of the image.

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTHS PERIOD ENDED
MARCH 31, 2025



DIRECTORS' REPORT TO THE SHAREHOLDERS

The directors are pleased to present their report together with consolidated financial statements of Sapphire Fibres Limited and its subsidiaries.

Sapphire Electric Company Limited, Premier Cement Limited, Sapphire Cement Company Limited, Sapphire Hydro Limited, Sapphire Energy (Pvt.) Limited, Ignite Power (Private) Limited, Sapphire Mining Exploration (Private) Limited, Sapphire Building Materials Limited, Sapphire Power Limited and Sapphire Properties (Private) Limited for the period ended March 31, 2025. The Company has annexed consolidated financial statements along with its separate financial statements in accordance with the requirements of the International Accounting Standard-27 (Consolidated and Separate Financial Statements).

Sapphire Electric Company Limited (SECL):

Sapphire Electric Company Limited was incorporated in Pakistan as a public unlisted company under the Companies Ordinance, 1984 on January 18, 2005. Sapphire Fibres Limited has holding of 68.11% (2024: 68.11%) share capital of the subsidiary.

The principal activity of the subsidiary company is to own, operate and maintain a combined cycle power station having net capacity of 212 MW.

Premier Cement Limited (PCL):

Premier Cement Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Ordinance, 1984 on July 26, 2016. SFL holds 100% shares of PCL as on March 31, 2025.

PCL intends to establish and install plant for manufacturing of all kinds of cement and its allied products.

Sapphire Cement Company Limited (SCCL):

Sapphire Cement Company Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Ordinance, 1984 on October 28, 2016. SFL holds 100% shares of SCCL as on March 31, 2025.

SCCL intends to establish and install plant for manufacturing of all kinds of cement and its allied products.

Sapphire Hydro Limited (SHL):

Sapphire Hydro Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Act, 2017 on September 07, 2017. The principal business of the subsidiary company shall be to construct, establish and setup a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khyber Pakhtunkhwa.

Sapphire Hydro Limited is a wholly owned subsidiary of Sapphire Electric Company Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Energy (Private) Limited (SEPL):

Sapphire Energy (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on December 11, 2017. SFL holds 100% shares of SEPL as on March 31, 2025.

SEPL intends to undertake, develop power projects and make equity investment, acquire or hold shares in companies involved in energy generation and operate a terminal for handling, regasification, storage, treatment and processing of all types of gases and all other related liquids, chemical & petroleum products.



Sapphire Fibres Limited

Ignite Power (Private) Limited (IPPL):

Ignite Power (Private) Limited is a 99.93% owned subsidiary of Sapphire Energy (Private) Limited which is a wholly owned subsidiary of the Parent Company and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on July 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products or services associated therewith.

Sapphire Mining Exploration (Private) Limited (SMEL):

Sapphire Mining Exploration (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 25, 2020. Subject to necessary approvals, SMEL intends to establish and install plant for manufacturing of all kinds of cement and its allied products in Gilgit.

SMEL is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Building Materials Limited (SBML):

Sapphire Building Materials Limited was incorporated in Pakistan as an unlisted public company limited by shares under the Companies Act, 2017 on March 24, 2021. SBML intends to deal in allied products used in construction industry.

SBML is a wholly owned subsidiary of Premier Cement Limited which is a subsidiary of Sapphire Fibres Limited.

Sapphire Power Limited (SPL):

Sapphire Power Limited is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Company is to generate, purchase, import, transform, convert, distribute and supply electricity including the hydril and wind power system.


SPL is a wholly owned subsidiary of Sapphire Fibres Limited ("the Holding Company").


Sapphire Properties (Private) Limited (SPPL):

Sapphire Properties (Private) Limited was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on August 5, 2022. The purpose of the Company is to invest in real estate projects.

SPPL is a wholly owned subsidiary of Sapphire Fibres Limited.

For and on behalf of the Board of Directors


Shahid Abdullah
Chief Executive


Shayan Abdullah
Director

Lahore:

Dated: April 28, 2025



Sapphire Fibres Limited

ڈائریکٹرز رپورٹ برائے حصص یافتگان

ڈائریکٹرز 31 مارچ 2025ء کو ختم ہونے والی مدت کے لئے سفارز فائبرز لمیٹڈ اور اسکی ذیلی کمپنیوں سفارز الیکٹرک کمپنی لمیٹڈ، پریمیر سینٹ لمیٹڈ، سفارز سینٹ کمپنی لمیٹڈ، سفارز ہائیڈرولمپڈ، سفارز انرجی (پرائیویٹ) لمیٹڈ، اگنائٹ پاور (پرائیویٹ) لمیٹڈ، سفارز مائنگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ، سفارز بلڈنگ میٹریلز لمیٹڈ، سفارز پاور لمیٹڈ اور سفارز پراپرٹیز (پرائیویٹ) لمیٹڈ کے اشتہال شدہ مالیاتی گوشواروں کے ہمراہ اپنی رپورٹ پیش کرتے ہوئے خوش محسوس کرتے ہیں۔ کمپنی نے بین الاقوامی اکاؤنٹنگ معیار-27 (اشتہال شدہ اور الگ مالی گوشوارے) کی ضروریات کے مطابق اشتہال شدہ مالی گوشواروں کے ساتھ ساتھ اپنے الگ مالی گوشوارے منسلک کئے ہیں۔

سفارز الیکٹرک کمپنی لمیٹڈ (ایس ای سی ایل):

سفارز الیکٹرک کمپنی لمیٹڈ (ایس ای سی ایل) 18 جنوری 2005ء کو کمپنیز آرڈیننس، 1984ء کے تحت غیر مندرج پبلک کمپنی کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سفارز فائبرز لمیٹڈ ذیلی کمپنی کے 68.11% (2024: 68.11%) حصص کی مالک ہے۔

ذیلی کمپنی کی اصل سرگرمی 212 میگاواٹ کی خالص صلاحیت کے حامل کبائٹ سائیکل پاور سٹیشن کی ملکیت، کو چلانا اور برقرار رکھنا ہے۔

پریمیر سینٹ لمیٹڈ (پی سی ایل):

پریمیر سینٹ لمیٹڈ (پی سی ایل) 26 جولائی 2016ء کو کمپنیز آرڈیننس 1984ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 31 مارچ 2025ء کے مطابق پی سی ایل کے 100% حصص کی مالک ہے۔

پی سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

سفارز سینٹ کمپنی لمیٹڈ (ایس ای سی ایل):

سفارز سینٹ کمپنی لمیٹڈ (ایس ای سی ایل) 28 اکتوبر 2016ء کو کمپنیز آرڈیننس 1984ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 31 مارچ 2025ء کے مطابق ایس ای سی ایل کے 100% حصص کی مالک ہے۔

ایس ای سی ایل ہر قسم کے سینٹ اور اس کی متعلقہ مصنوعات بنانے کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔

سفارز ہائیڈرولمپڈ (ایس ایچ ایل):

سفارز ہائیڈرولمپڈ (ایس ایچ ایل) 07 ستمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت ایک غیر مندرج پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ذیلی کمپنی کا اصل کاروبار شمسی، خیر بختونخواہ میں 682 GWh کی سالانہ بجلی کی پیداوار کی پونٹشل کے ساتھ 150 میگاواٹ کی خالص صلاحیت کا حامل ایک ہائیڈرو الیکٹرک پاور جنریشن منصوبہ تعمیر، قائم اور چلانا ہوگا۔

سفارز ہائیڈرولمپڈ (ایس ایچ ایل) بیرت کمپنی سفارز فائبرز لمیٹڈ کی ذیلی کمپنی سفارز الیکٹرک کمپنی لمیٹڈ کی ایک مکمل ملکیتی ذیلی کمپنی ہے۔

سفارز انرجی (پرائیویٹ) لمیٹڈ (ایس ای پی ایل):

سفارز انرجی (پرائیویٹ) لمیٹڈ (ایس ای پی ایل) 11 دسمبر 2017ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس ایف ایل 31 مارچ 2025ء کے مطابق ایس ای پی ایل کے 100% حصص کی مالک ہے۔

ایس ای پی ایل بجلی پیدا کرنے اور تمام قسم کی گیسوں اور تمام دیگر متعلقہ ماحات، کیمیکل اور پٹرولیم مصنوعات کی ڈسٹریبوشن، اسٹوریج، ٹرانسپورٹ اور پروڈیگ کے لئے ایک ٹرینل چلانے میں مصروف کمپنیوں میں توانائی کے منصوبوں میں حصہ لینے، شرکت کرنے اور سرمایہ کاری کرنے یا حصص حاصل کرنے کا ارادہ رکھتی ہے۔



Sapphire Fibres Limited

آگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل):

آگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل) جیورٹ کمپنی سفائر فائبرز لمیٹڈ کی ذیلی کمپنی سفائر انرجی پرائیویٹ لمیٹڈ کی 99.93% ملکیتی ذیلی کمپنی ہے۔ آگنائٹ پاور (پرائیویٹ) لمیٹڈ (آئی پی ایل) 03 جولائی 2019ء کو کمپنیز ایکٹ 2017ء کے تحت ایکٹرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ سولر انرجی سسٹم کے استعمال اور توانائی کی تمام دیگر شکلوں اور مصنوعات یا اس سے متعلق خدمات سمیت پاور پروجیکٹس حاصل، ترقی دینے کا ارادہ رکھتی ہے۔

سفائر مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (ایس ایم ای ایل):

سفائر مائننگ ایکسپلوریشن (پرائیویٹ) لمیٹڈ (ایس ایم ای ایل) 25 اگست 2020ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ضروری منظور یوں کے حوالہ سے، ایس ایم ای ایل گلگت میں تمام اقسام کے سینٹ اور اس کی متعلقہ مصنوعات کی تیاری کے لئے پلانٹ قائم اور نصب کرنے کا ارادہ رکھتی ہے۔ ایس ایم ای ایل سفائر فائبرز لمیٹڈ کی ذیلی کمپنی پریمر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفائر بلڈنگ میٹریلز لمیٹڈ (ایس بی ایم ایل):

سفائر بلڈنگ میٹریلز لمیٹڈ (ایس بی ایم ایل) 24 مارچ 2021ء کو کمپنیز ایکٹ 2017ء کے تحت ایک غیر مندرجہ پبلک کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ ایس بی ایم ایل تعمیراتی صنعت میں استعمال ہونے والی متعلقہ مصنوعات میں ڈیل کرنے کا ارادہ رکھتی ہے۔ ایس بی ایم ایل سفائر فائبرز لمیٹڈ کی ذیلی کمپنی پریمر سینٹ لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفائر پاور لمیٹڈ (ایس پی ایل):

سفائر پاور لمیٹڈ (ایس پی ایل) 19 اپریل 2021ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پبلک غیر مندرجہ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کی اصل سرگرمی ہائیڈرو پاور اور ونڈ پاور سسٹم سمیت بجلی کی پیداوار، خریداری، درآمد، درآمد، کنورٹ، تقسیم اور سپلائی کرنا ہے۔ کمپنی سفائر فائبرز لمیٹڈ (ہولڈنگ کمپنی) کی مکمل ملکیتی ذیلی کمپنی ہے۔

سفائر پراپرٹیز (پرائیویٹ) لمیٹڈ (ایس پی ایل):

سفائر پراپرٹیز (پرائیویٹ) لمیٹڈ (ایس پی ایل) 5 اگست 2022ء کو کمپنیز ایکٹ 2017ء کے تحت ایک پرائیویٹ کمپنی لمیٹڈ کے طور پر شراکت سے پاکستان میں قائم ہوئی۔ کمپنی کا مقصد رئیل اسٹیٹ کے منصوبوں میں سرمایہ کاری کرنا ہے۔ سفائر پراپرٹیز (پرائیویٹ) لمیٹڈ، سفائر فائبرز لمیٹڈ کی مکمل ملکیتی ذیلی کمپنی ہے۔

منجانب بورڈ آف ڈائریکٹرز

S. Aslam.

شایان عبداللہ
ڈائریکٹر

Shahid Hussain

شاہد عبداللہ
چیف ایگزیکٹو

لاہور

تاریخ: 28 اپریل 2025ء

SAPPHIRE FIBRES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		Un-audited March 31, 2025	Audited June 30, 2024
		----- Rupees -----	
ASSETS	Note		
Non-current assets			
Property, plant and equipment	4	28,232,652,227	26,263,263,686
Investment property		31,750,000	31,750,000
Intangible assets		7,364,713	8,270,237
Long term investments	5	24,571,347,311	8,753,485,328
Long term loans		5,300,000	5,365,570
Deferred taxation		-	307,761,674
Long term deposits		64,348,145	63,948,145
		<u>52,912,762,396</u>	<u>35,433,844,640</u>
Current assets			
Stores, spare parts and loose tools		1,321,265,606	1,300,088,673
Stock-in-trade	6	18,313,094,137	15,192,244,890
Trade debts	7	11,829,640,236	17,715,725,180
Loans and advances		2,826,477,967	777,414,249
Trade deposits and short term prepayments		42,579,508	82,868,660
Short term investments		10,049,877,106	4,064,853,287
Other receivables		1,469,887,413	2,024,988,152
Tax refunds due from Government		3,321,966,564	3,076,135,765
Cash and bank balances		2,137,284,995	1,832,065,719
		<u>51,312,073,531</u>	<u>46,066,384,575</u>
Total assets		<u>104,224,835,927</u>	<u>81,500,229,215</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
35,000,000 ordinary shares of Rs.10 each		<u>350,000,000</u>	<u>350,000,000</u>
Issued, subscribed and paid-up capital			
20,671,875 (June 30, 2024: 20,671,875)			
ordinary shares of Rs.10 each		206,718,750	206,718,750
Reserves		33,823,161,062	5,033,306,365
Unappropriated profit		17,469,897,064	43,160,723,124
Equity attributable to shareholders of the Parent Company		51,499,776,876	48,400,748,239
Non-controlling interest		7,150,475,120	7,031,568,261
Total equity		<u>58,650,251,996</u>	<u>55,432,316,500</u>
Liabilities			
Non-current liabilities			
Long term liabilities	8	3,187,385,434	3,913,799,341
Staff retirement benefits - gratuity		816,108,696	716,804,813
Deferred taxation		307,500,684	-
		<u>4,310,994,814</u>	<u>4,630,604,154</u>
Current liabilities			
Trade and other payables		7,986,878,009	7,935,741,567
Contract liabilities		352,073,484	1,051,457,307
Accrued mark-up / interest		371,081,164	213,277,317
Short term borrowings	9	29,320,805,776	9,149,051,771
Current portion of long term finances	8	1,298,884,184	1,291,068,388
Unclaimed dividend		125,973,566	125,374,785
Provision for taxation		1,807,892,934	1,671,337,426
		<u>41,263,589,117</u>	<u>21,437,308,561</u>
Total liabilities		<u>45,574,583,931</u>	<u>26,067,912,715</u>
Contingencies and commitments	10		
Total equity and liabilities		<u>104,224,835,927</u>	<u>81,500,229,215</u>

The annexed notes 1 to 18 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

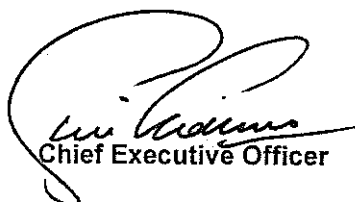
Director

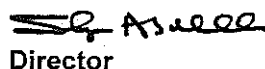
Chief Financial Officer

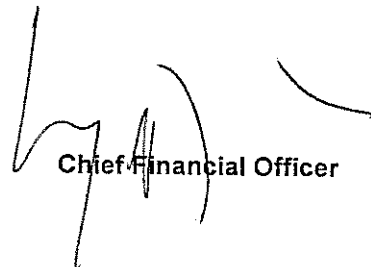
SAPPHIRE FIBRES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2025

		Nine months period ended		Quarter ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Note		----- Rupees -----			
		(Restated)		(Restated)	
Sales - net	11	47,997,022,103	47,608,609,290	14,570,766,930	13,300,220,976
Cost of Sales	12	(42,402,740,985)	(41,576,153,561)	(13,417,389,741)	(11,252,209,404)
Gross profit		5,594,281,118	6,032,455,729	1,153,377,189	2,048,011,572
Distribution cost		(1,615,987,928)	(1,265,858,198)	(463,921,996)	(531,306,219)
Administrative expenses		(769,039,143)	(660,189,442)	(299,255,684)	(239,602,722)
Other income		1,189,432,089	1,013,821,823	457,515,417	268,361,471
Other expenses		(1,008,837)	(55,590,757)	14,206,145	(16,441,078)
Profit from operations		4,397,677,299	5,064,639,155	861,921,071	1,529,023,024
Finance cost		(1,631,786,665)	(2,300,076,269)	(583,482,635)	(634,154,518)
		2,765,890,634	2,764,562,886	278,438,437	894,868,506
Share of profit of Associated Companies		381,898,482	647,476,111	154,036,080	111,498,382
Profit before revenue tax and income tax		3,147,789,116	3,412,038,997	432,474,517	1,006,366,888
Final taxes - levy		(500,174,212)	(535,736,435)	(152,576,631)	(63,917,933)
Profit before income tax		2,647,614,904	2,876,302,562	279,897,886	942,448,955
Taxation					
Current		(484,187,552)	(437,209,011)	(211,179,127)	(246,973,349)
Deferred		(323,001,430)	(197,936)	(141,962,596)	2,003,329
		(807,188,982)	(437,406,947)	(353,141,723)	(244,970,020)
Profit / (loss) after taxation		1,840,425,922	2,438,895,615	(73,243,837)	697,478,935
Attributable to:					
- Shareholders of the Parent Company		1,307,101,593	1,898,994,818	(104,966,053)	493,360,503
- Non-controlling interest		533,324,329	539,900,797	31,722,216	204,118,432
		1,840,425,922	2,438,895,615	(73,243,837)	697,478,935
Earnings / (loss) per share					
- attributable to shareholders of the Parent Company		63.23	91.86	(5.08)	23.87

The annexed notes 1 to 18 form an integral part of these consolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

SAPPHIRE FIBRES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF
OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED MARCH 31, 2025

	Nine months period ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- Rupees -----			
Profit / (loss) after taxation	1,840,425,922	2,438,895,615	(73,243,837)	697,478,935
Other comprehensive income / (loss)				
Items that will not be reclassified to statement of profit or loss subsequently				
Unrealised gain on remeasurement of investment at fair value through other comprehensive income				
- long term	1,218,774,508	1,880,698,460	(169,037,583)	531,984,976
- short term	1,149,507,118	1,004,774,807	152,842,098	27,293,174
Impact of deferred tax	(321,979,831)	-	1,763,786	
Realised (loss) / gain on sale of investment at fair value through other comprehensive income	(58,592,491)	(75,595,287)	3,925,568	-
Share of fair value gain on remeasurement of investment at fair value through other comprehensive income by Associated Companies	24,425,991	20,657,582	8,530,607	3,543,471
	2,012,135,295	2,830,535,562	(1,975,525)	562,821,621
Items that will be reclassified to statement of profit or loss subsequently				
Share of unrealised (loss) on remeasurement of hedging instruments of Associated Companies	(652,826)	(26,937)	(532,182)	(26,937)
	(652,826)	(26,937)	(532,182)	(26,937)
Other comprehensive income / (loss) for the period	2,011,482,469	2,830,508,625	(2,507,707)	562,794,684
Total comprehensive income / (loss) for the period	3,851,908,391	5,269,404,240	(75,751,544)	1,260,273,619
Attributable to:				
- Shareholders of the Parent Company	3,318,584,062	4,729,503,443	(107,473,759)	1,056,155,187
- Non-controlling interest	533,324,329	539,900,797	31,722,216	204,118,432
	3,851,908,391	5,269,404,240	(75,751,544)	1,260,273,619

The annexed notes 1 to 18 form an integral part of these consolidated condensed interim financial statements.


Chief Executive Officer

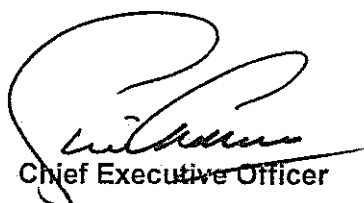

Director

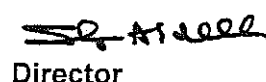

Chief Financial Officer

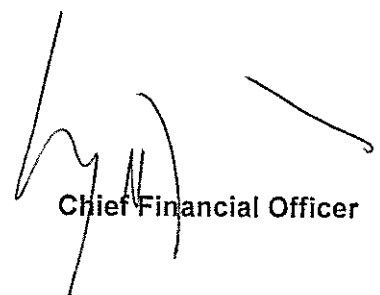
SAPPHIRE FIBRES LIMITED
CONSOLIDATED CONDENSED INTERIM
STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

		Nine months period ended	
		March 31, 2025	March 31, 2024
Note		----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated in operations	13	5,395,229,378	3,994,778,781
Staff retirement benefits paid		(111,296,117)	(110,883,550)
Finance cost paid		(1,473,982,818)	(2,280,107,229)
Taxes paid		(865,374,228)	(482,021,187)
Workers' profit participation fund paid		(14,682,955)	(199,260,238)
Long term loans - net		65,570	(2,242,370)
Long term deposits - net		(400,000)	-
Net cash generated from operating activities		2,929,558,830	920,264,207
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(3,247,306,341)	(868,697,252)
Proceeds from disposal of operating fixed assets		51,669,524	19,365,175
Long term investments- net		(14,215,954,392)	(88,498,098)
Short term investments- net		(5,071,608,541)	1,324,442,178
Proceeds from sale of stores and spares		-	738,199
Dividend and interest income received		1,026,362,537	656,808,752
Net cash (used in) / generated from investing activities		(21,456,837,213)	1,044,158,954
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finances - repaid		(718,718,907)	(628,582,649)
Dividend paid		(620,537,439)	(1,048,975,530)
Short term borrowings - net		20,171,754,005	(259,757,999)
Net cash generated / (used in) financing activities		18,832,497,659	(1,937,316,178)
Net increase in cash and cash equivalents		305,219,276	27,106,983
Cash and cash equivalents - at beginning of the period		1,832,065,719	1,399,220,229
Cash and cash equivalents - at end of the period		2,137,284,995	1,426,327,212

The annexed notes 1 to 18 form an integral part of these consolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

SAPPHIRE FIBRES LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Issued, subscribed and paid-up capital	Reserves						Other Components of equity			Total	Non- Controlling Interest
		Capital		Revenue				Unrealised gain / (loss)				
		Share Premium	Capital Reserve	Maintenance reserve	General	Unappropriated profit	Sub-total	on financial assets at fair value through other comprehensive income	on hedging Instrument	Sub-total		
Rupees												
Balance as at July 1, 2023 (Audited)	206,718,750	391,833,750	-	584,910,480	1,183,845,000	39,301,687,521	41,462,276,751	(629,691,620)	953,520	(628,738,100)	41,040,257,401	6,955,409,522
Transaction with owners												
Final dividend for year ended June 30, 2023	-	-	-	-	-	(206,718,750)	(206,718,750)	-	-	-	(206,718,750)	(608,491,834)
Total comprehensive income for the Nine months period ended March 31, 2024												
Profit for the period	-	-	-	-	-	1,898,994,818	1,898,994,818	-	-	-	1,898,994,818	539,900,797
Other comprehensive income	-	-	-	-	-	-	-	2,830,535,562	(26,937)	2,830,508,625	2,830,508,625	-
Transfer to maintenance reserve	-	-	-	(570,764,283)	-	1,898,994,818	1,898,994,818	2,830,535,562	(26,937)	2,830,508,625	4,729,503,443	539,900,797
Reclassification adjustment of realised loss on sale of equity instrument at fair value through OCI	-	-	-	-	-	570,764,283	-	-	-	-	-	-
Effect of items directly credited in equity by the Associated companies	-	-	-	-	-	(75,595,287)	(75,595,287)	75,595,287	-	75,595,287	-	-
Balance as at March 31, 2024 (Un-audited)	206,718,750	391,833,750	-	14,146,197	1,183,845,000	41,489,193,157	43,079,018,104	2,276,439,229	926,583	2,277,365,812	45,563,102,668	6,886,818,485
Balance as at July 1, 2024 (Audited)	206,718,750	391,833,750	-	87,089,407	1,183,845,000	43,160,723,124	44,823,491,281	3,319,447,071	1,091,137	3,370,538,208	48,400,748,239	7,031,568,261
Transaction with owners												
Final dividend for the year ended June 30, 2024	-	-	-	-	-	(206,718,750)	(206,718,750)	-	-	-	(206,718,750)	(414,417,470)
Total comprehensive income for the Nine months period ended March 31, 2025												
Profit for the period	-	-	-	-	-	1,307,101,593	1,307,101,593	-	-	-	1,307,101,593	533,324,329
Other comprehensive income	-	-	-	-	-	(321,979,831)	(321,979,831)	2,334,115,126	(652,826)	2,333,462,300	2,011,482,469	-
Transfer to maintenance reserve	-	-	-	-	-	985,121,762	985,121,762	2,334,115,126	(652,826)	2,333,462,300	3,318,584,062	533,324,329
Reclassification adjustment of realised loss on sale of equity instrument at fair value through OCI	-	-	-	81,644,906	-	(81,644,906)	-	-	-	-	-	-
Transfer to Capital Reserve	-	-	27,500,000,000	-	(1,183,845,000)	(26,316,155,000)	(58,592,491)	58,592,491	-	58,592,491	-	-
Effect of items directly credited in equity by the Associated companies	-	-	-	-	-	(12,836,675)	(12,836,675)	-	-	-	(12,836,675)	-
Balance as at March 31, 2025 (Un-audited)	206,718,750	391,833,750	27,500,000,000	168,734,313	-	17,469,897,064	45,530,465,127	5,712,154,688	438,311	5,762,592,999	51,499,776,876	7,150,475,120

The annexed notes 1 to 16 form an integral part of these consolidated condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

SAPPHIRE FIBRES LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

1. THE GROUP AND ITS OPERATIONS

The Group consists of:

The Parent Company

- Sapphire Fibres Limited

Subsidiary Companies

- Sapphire Electric Company Limited - SECL
- Sapphire Hydro Limited - SHL
- Sapphire Energy (Private) Limited - SEPL
- Ignite Power (Private) Limited
- Premier Cement Limited - PCL
- Sapphire Mining Exploration (Private) Limited - SMEL
- Sapphire Building Materials Limited - SBML
- Sapphire Cement Company Limited - SCCL
- Sapphire Power Limited - SPL
- Sapphire Properties (Private) Limited - SPPL

• **Sapphire Fibres Limited**

The Parent Company was incorporated in Pakistan on June 05, 1979 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The Parent Company is principally engaged in manufacture and sale of yarn, fabrics and garments.

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

Karachi	Purpose
316, Cotton Exchange Building, I.I Chundrigar Road	Registered office
Lahore	
1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road, Gulberg II, Lahore	Head office
3.5 km, Manga Road, Raiwind	Production plant
Sheikhupura	
10 km, Sheikhupura / Faisalabad Road, Kharianwala	Production plant
26 km, Sheikhupura / Faisalabad Road, Feroze Wattoan	Production plant

• **Sapphire Electric Company Limited**

Sapphire Electric Company Limited - SECL was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on January 18, 2005. The principal activity of the Subsidiary Company is to build, own, operate and maintain a combined cycle power station having a net capacity of 212 MW. The Subsidiary Company has a Power Purchase Agreement (PPA) with its sole customer, Central Power Purchasing Agency (Guarantee) Limited (CPPA).

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

Lahore	Purpose
7-A/K, Main Boulevard, Gulberg	Registered office
Sheikhupura	
Muridke, District Sheikhupura	Production plant

• **Premier Cement Limited**

Premier Cement Limited - PCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on July 26, 2016. The principal activity of subsidiary company is to manufacture and sale of cement and allied products. The Subsidiary Company obtained license from Directorate General Mines and Minerals, Khyber Pakhtunkhwa for setting up cement plant in D.I. Khan district.

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road,
Gulberg II, Lahore

Registered office

- **Sapphire Cement Company Limited**

Sapphire Cement Company Limited - SCCL is a wholly owned subsidiary and was incorporated in Pakistan as a public company limited by shares under the Companies Ordinance, 1984 (now the Companies Act, 2017) on October 28, 2016. The principal activity of Subsidiary Company is to manufacture and sale of cement and allied products. The Subsidiary Company is aiming to set up its plant in the province of Punjab, however license application has not been filed with Directorate General Mines and Minerals, Punjab till the reporting date due to delay in grant of requisite approvals.

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road,
Gulberg II, Lahore

Purpose

Registered office

- **Sapphire Mining Exploration (Private) Limited - SMEL**

Sapphire Mining Exploration (Private) Limited (the Company) is a wholly owned subsidiary of Premier Cement Limited - PCL which is a subsidiary of the Parent Company. SMEL was incorporated on August 25, 2020 as a private company under the Companies Act, 2017. The principal activity of the Company is to explore, operating and working on mines, quarries and purchase, acquire, set up of plant or take on lease or otherwise acquire any working on mines, mining rights, licenses and concession and metalliferous land having mineral reserves and to crush, win, query, smelt, refine, manufacture, process, excavate, dig survey, produce, undertake and barter.

Hunza

Passu Ambassador Hotel, Gojal, Hunza, Gilgit.

Purpose

Registered office

- **Sapphire Energy (Pvt.) Limited - SEPL**

Sapphire Energy (Pvt.) Limited - SEPL is a wholly owned subsidiary and was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on December 11, 2018. The principal activity of Subsidiary Company shall be to undertake, develop power projects and make equity investments, acquire or hold shares in companies involved in energy generation and to establish and operate a terminal for the handling, regasification, storage, treatment and processing of Liquefied Natural Gas (LNG), Re-gasified Liquefied Natural Gas (RLNG), Liquid Petroleum Gas (LPG), Natural Gas Liquid (NGL) and other related products. The Subsidiary Company is in setup phase and has not yet commenced commercial operations.

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road,
Gulberg II, Lahore

Purpose

Registered office

- **Sapphire Hydro Limited - SHL**

Sapphire Hydro Limited - SHL is a wholly owned subsidiary of Sapphire Electric Company Limited - SECL which is a subsidiary of the Parent Company and was incorporated in Pakistan as a public company limited by shares under the Companies Act, 2017 on September 07, 2018. The principal business of the Subsidiary Company is to construct, establish and setup a Hydro Electric Power generation project having a net capacity of 150 MW with potential of 682 GWh of annual energy generation at Sharmai, Khyber Pakhtunkhwa. The subsidiary company is in setup phase and has not yet commenced commercial operations.

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

7 - A/K, Main Boulevard, Gulberg

Purpose

Registered office

• **Ignite Power (Private) Limited - IPPL**

Ignite Power (Private) Limited - IPPL is a subsidiary of Sapphire Energy (Private) Limited - SEPL which is a wholly owned subsidiary of the Parent Company. IPPL was incorporated in Pakistan as a private company limited by shares under the Companies Act, 2017 on July 03, 2019. It intends to undertake, develop power projects including the use of solar energy systems and all other forms of energy and products or services associated therewith.

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

Purpose

1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road,
Gulberg II, Lahore

Registered office

• **Sapphire Power Limited - SPL**

Sapphire Power Limited - SPL is a public unlisted company limited by shares incorporated in Pakistan on April 19, 2021 under the Companies Act, 2017. The principal activity of the company generate, purchase, import, transform, convert, distribute and supply electricity including the hydril and wind power system. SPL is a wholly owned subsidiary of Sapphire Fibres Limited ("the Holding Company").

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

Purpose

1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road,
Gulberg II, Lahore

Registered office

• **Sapphire Building Materials Limited - SBML**

Sapphire Building Materials Limited - SBML is a wholly owned subsidiary of Premier Cement Limited - PCL which is a subsidiary of the Parent Company. SBML is a public unlisted company limited by shares incorporated in Pakistan on March 24, 2021 under the Companies Act, 2017. The principal activity of the Subsidiary Company is to deal, trade, import, purchase and sale of cement and allied products.

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

Purpose

1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road,
Gulberg II, Lahore

Registered office

• **Sapphire Properties (Private) Limited - SPPL**

Sapphire Properties (Private) Limited - SPPL is a wholly owned subsidiary and was incorporated as a private limited company in Pakistan on August 05, 2022 under the Companies Act, 2017. The principal line of business of the SPPL is to invest, manage, construct, develop, hold, acquire, sell, purchase all type of real estate projects.

Geographical location and address of major business unit of the Subsidiary Company is as under:

Lahore

Purpose

1st Floor, Tricon Corporate Centre, 73-E, Main Jail Road,
Gulberg II, Lahore

Registered office

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

2.1.1 These condensed consolidated 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 (the Act), and
- Provisions of and directives issued under the Act ; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Act.

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

- 2.1.2 These consolidated condensed interim financial statements do not include all the information and disclosures as required in an annual audited consolidated financial statements, and these should be read in conjunction with the Group's annual audited consolidated financial statements for the year ended June 30, 2024. These condensed interim consolidated financial statements are being submitted to the shareholders as required by the section 237 of the Act.

2.2 Principal of consolidation

These consolidated condensed interim financial statements of the Group include the financial statements of Parent Company and of its Subsidiary Companies. The Parent Company's direct interest, as at March 31, 2025, in the SECL is 68.11% (June 30, 2024: 68.11%) and effective holding in SHL is also 68.11% as SHL is wholly owned Subsidiary of SECL. SEPL is a wholly owned subsidiary company and effective holding of the Parent Company in IPPL is also 100% as it is wholly owned Subsidiary of SEPL. The other companies PCL, SCCL, SPL, SBML, SMEL and SPPL are wholly owned Subsidiary Companies of the Parent Company.

The assets, liabilities, income and expenses of the Subsidiary Companies are consolidated on a line by line basis and the carrying values of investments held by the Parent Company is eliminated against the Subsidiaries' shareholders' equity in these consolidated condensed interim financial statements.

All material inter-group balances and transactions have been eliminated. Investments in Associated Companies, as defined in the Act are accounted for under the equity method of accounting.

Transactions with non-controlling interests

The Group treats transactions with non-controlling interests that do not result in loss of control as transactions with equity owners of the Group. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

2.3 New standards, amendments to approved accounting standards and interpretations that are effective during the period and are relevant to the Group

- 2.3.1 Certain standards, amendments and interpretations to International Financial Reporting Standards (IFRS) are effective for accounting periods beginning on July 01, 2024 but are considered not to be relevant or to have any significant effect on the Group's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these consolidated condensed interim financial statements.

2.3.2 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Group

There are certain standards, amendments to the accounting standards and interpretations that are effective for accounting periods beginning on July 01, 2025 but are considered not to be relevant or to have any significant effect on the Group's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

2.4 Material accounting policies

All the accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of consolidated annual audited financial statements for the year ended June 30, 2024.

2.4.1 Restatement

In May 2024, the Institute of Chartered Accountants of Pakistan (ICAP) had issued a circular on "IAS -12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said guidance requires certain amounts of taxes paid under minimum tax regime (which is not adjustable against the future income tax liability) and final tax regime to be shown separately as a levy instead of showing it in current tax. Accordingly, the impact has been incorporated in these interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS - 8) — 'Accounting Policies, Change in Accounting Estimates and Errors'. There has been no effect on the condensed interim statement of financial position and statement of cash flows as a result of this change.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

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

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

4. PROPERTY, PLANT AND EQUIPMENT

		Un-audited March 31, 2025	Audited June 30, 2024
	Note	----- Rupees -----	
Operating fixed assets	4.1	24,749,442,808	23,887,532,449
Capital work-in-progress	4.2	3,483,209,419	2,375,731,237
		<u>28,232,652,227</u>	<u>26,263,263,686</u>
4.1 Operating fixed assets			
Net book value at beginning of the period / year		23,887,532,449	23,893,565,448
Additions during the period / year	4.1.1	2,139,578,160	1,662,690,871
Disposals costing Rs.225.555 million (June 30, 2024: Rs.64.548 million) - at net book value		(32,515,539)	(11,709,186)
Depreciation charge for the period / year		(1,245,152,262)	(1,657,014,684)
Net book value at end of the period / year		<u>24,749,442,808</u>	<u>23,887,532,449</u>
4.1.1 Additions to operating fixed assets, including transfer from capital work-in-progress, during the period / year:		Un-audited March 31, 2025	Audited June 30, 2024
	Note	----- Rupees -----	
Freehold land		-	450,000,000
Residential buildings and others on freehold land		6,916,962	9,852,468
Factory buildings on freehold land		80,591,863	411,069,884
Plant and machinery	4.1.4	1,950,977,256	655,838,370
Electric installations		2,822,010	37,725,058
Equipment		3,980,522	14,424,635
Computer hardware		15,601,366	28,782,951
Vehicles		75,378,765	49,345,525
Furniture and fixtures		3,309,416	5,651,980
		<u>2,139,578,160</u>	<u>1,662,690,871</u>

- 4.1.2 These include transfer from capital work-in-progress amounting Rs.2,139.578 million (June 30, 2024: Rs.1,662.691 million).
- 4.1.3 These include disposal costing Rs.52.230 thousand against sale of machinery to Reliance Cotton Spinning Mills Limited (a related party).
- 4.1.4 These include machinery costing Rs.33.20 million purchased from Reliance Cotton Spinning Mills Limited (a related party).

4.2 Capital work-in-progress

Buildings	597,951,788	574,701,399
Furniture and fixtures	3,255,475	3,255,475
Plant and machinery	981,879,430	933,724,499
Un-allocated capital expenditure	568,184,616	434,092,628
Advance payments against:		
• land-freehold	9,002,400	22,502,400
• factory building	130,615,799	6,668,800
• Plant and machinery	961,629,200	-
• electric installation	195,198,723	384,746,541
• vehicles	32,363,588	14,651,095
• computer software	3,128,400	1,388,400
	1,331,938,110	429,957,236
	3,483,209,419	2,375,731,237

- 4.2.1 The company during the period has capitalized borrowing cost of Rs. Nil (June 30, 2024: Rs.32.948 million) charged at the rate ranging from Nil (June 30, 2024: 15.81% to 23.28%) per annum.
- 4.2.2 These include advance payment of Rs.961.629 million against purchase of machinery from Reliance Cotton Spinning Mills Limited (a related party).

5. LONG TERM INVESTMENTS

Associated Companies	5.1	3,751,073,409	3,532,549,527
Others - equity instruments	5.2	6,563,247,892	5,175,435,801
- debt instruments	5.3	45,500,000	45,500,000
Advance for share deposit	5.4	14,211,526,010	-
		24,571,347,311	8,753,485,328

**5.1 Associated Companies - equity method
Quoted**

Reliance Cotton Spinning Mills Limited (RCSML)	5.1.1	152,655,544	138,425,780
Unquoted			
SFL Limited (SFLL)	5.1.2	5,478,666	5,353,466
Sapphire Power Generation Limited (SPGL)	5.1.3	499,365,111	371,470,981
Sapphire Dairies (Private) Limited (SDL)	5.1.4	217,197,728	211,117,539
Tricon Boston Consulting Corporation (Private) Limited - TBCCL	5.1.5	2,545,069,716	2,479,303,499
Energas Terminal (Private) Limited - ETL	5.1.6	-	-
Energas Marketing (Private) Limited - EML	5.1.7	-	-
Creek Properties (Pvt) Ltd. - CPPL	5.1.8	331,306,644	326,878,262
		3,751,073,409	3,532,549,527

- 5.1.1 Investment in RSCM represents 138,900 fully paid ordinary shares of Rs.10 each representing 1.35% (June 2024: 1.35%) of RSCM's issued, subscribed and paid-up capital as at March 31, 2025. RSCM was incorporated on June 13, 1990 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The principal activity of RSCM is manufacturing and sale of yarn. Market value of the Group's investment in RSCM as at March 31, 2025 was Rs.68.99 million (June 2024: Rs.62.720 million). RSCM is an associate of the Group due to common directorship.
- 5.1.2 Investment in SFLL represents 10,199 fully paid ordinary shares of Rs.10 each representing 1.090% (June 2024: 1.090%) of SFLL's issued, subscribed and paid-up capital as at March 31, 2025. SFLL was incorporated on April 26, 2010 as a public limited company. The main business of SFLL is to investment in the shares of Related Parties. SFLL is an associate of the Group due to common directorship.
- 5.1.3 Investment in SPGL represents 2,824,500 fully paid ordinary shares of Rs.10 each representing 17.63% (June 2024: 17.63%) of SPGL's issued, subscribed and paid-up capital as at March 31, 2025. SPGL was incorporated in Pakistan as a public limited company and is principally engaged in the business of electric power generation and distribution. SPGL is an associate of the Group due to common directorship.
- 5.1.4 Investment in SDL represents 10,000,000 fully paid ordinary shares of Rs.10 each representing 5.50% (June 2024: 5.50%) of SDL's issued, subscribed and paid-up capital as at March 31, 2025. SDL was incorporated as a private limited company and is principally engaged in production and sale of milk and milk products. SDL is an associate of the Group due to common directorship.
- 5.1.5 Investment in TBCCL represents 59,251,500 fully paid ordinary shares of Rs.10 each representing 7.13% (June 2024: 7.13%) of TBCCL's issued, subscribed and paid-up capital as at March 31, 2025. The Parent Company has pledged these shares through an Onshore Security Trustee under Share Pledge Group Agreement dated May 08, 2018 as security against financing facilities advanced to TBCCL. TBCCL was incorporated as a private limited company by shares and its principal business is to operate and maintain wind power plants to generate and supply electricity. TBCCL is an associate of the Group due to common directorship.
- 5.1.6 The Group has made investment in ETL's 2500 fully paid ordinary shares (June 2024: 2500) of Rs.10 each representing 25% (June 2024: 25%) of ETL's issued, subscribed and paid-up capital as at March 31, 2025. ETL was incorporated as a private limited company and its principal business is to undertake and develop power projects.
- ETL has incurred loss amounted Rs.23.675 million during the year ended June 30 , 2024 and has accumulated losses aggregated Rs. 139.574 million as on June 30 , 2024. Subsidiary Company's - SEL share of loss has been recognized up to the extent of cost of investment.
- 5.1.7 The Subsidiary Company - SEL has made investment in EML's 2,500 fully paid ordinary shares (June 2024: 2500) of Rs.10 each representing 25% (June 2024: 25%) of EML's issued, subscribed and paid-up capital as at March 31, 2025. EML was incorporated as a private limited company. The principal activity of EML shall be to import, process and sell natural gas, liquefied natural gas all other related items.
- EML has incurred loss amounted Rs.243 thousand during the year ended June 30, 2024 and it has accumulated losses aggregated Rs.1,142 thousand as on June 30, 2024. Subsidiary Company's - SEL share of loss has been recognized up to the extent of cost of investment.
- 5.1.8 Investment in CPPL represents 5,047,489 (June 2024:5,047,489) fully paid ordinary shares having face value of PKR 10/- each representing 17.50% of CPPL 's issued, subscribed and paid-up capital as at March 31, 2025. CPPL was incorporated as a private limited company and is principally engaged in marketing and development of real estate projects. CPPL is an associate of the Group due to common directorship.

5.2 Equity Instruments - at FVTOCI

Un-audited March 31, 2025	Audited June 30, 2024
---------------------------------	-----------------------------

----- Rupees -----

Quoted

MCB Bank Limited

18,837,275 (June 2024: 18,837,275) ordinary
shares of Rs.10 each - cost

Adjustment arising from re-measurement
to fair value

984,949,221	984,949,221
4,313,976,237	3,291,488,950
5,298,925,458	4,276,438,171

Habib Bank Limited

7,244,196 (June 2024: 7,244,196) ordinary shares of
Rs.10 each - cost

Adjustment arising from re-measurement
to fair value

1,217,073,609	1,217,073,609
46,748,825	(318,575,979)
1,263,822,434	898,497,630

Unquoted

TCC Management Services (Private) Limited

50,000 ordinary shares of Rs. 10 each

500,000	500,000
6,563,247,892	5,175,435,801

5.3 Debt Instruments - at FVTOCI

Habib Bank Limited - Term finance certificates

500 (June 2024: 500) term finance certificates
of Rs.100,000 each - cost

Adjustment arising from re-measurement to fair value

50,000,000	50,000,000
(4,500,000)	(4,500,000)
45,500,000	45,500,000

- 5.4 The Company during the period made payment of Rs.14,070.08 million to UCH Power (Pvt) Limited and UCH-II Power (Pvt) Limited and Rs.141.45 million to M/S Sapphire USA, LLC for subscription of shares.

6. STOCK-IN-TRADE

Raw materials

12,534,124,970 9,819,095,941

Work-in-process

1,405,566,831 1,396,530,229

Finished goods

4,373,402,336 3,976,618,720

18,313,094,137 15,192,244,890

7. TRADE DEBTS

7.1

These represent trade receivables from CPPA and are considered good. These are secured by a guarantee from the Government of Pakistan under the Implementation Agreement and are in the normal course of business and interest free, however, a delayed payment markup is charged in case the amounts are not paid within the due dates. The delayed payment markup at the rate of three months KIBOR plus 2% is charged on the amounts not paid within a period of the sixty days from the due date and at the rate of three months KIBOR plus 4.5% after the first sixty days, with the exception of RLNG fuel cost component invoices, in which case, the delayed payment markup at the rate of three months KIBOR plus 2% is charged on the amount not paid within a period of thirty days from the due date and at the rate of three months KIBOR plus 4.5% after the first thirty days. The rate of delayed payment markup charged during the year on outstanding amounts ranges from 13.26% to 21.93% (June 2024: 22.80% to 28.49%) per annum.

Included in trade debts are amounts aggregating Rs.227.610 million relating to capacity revenue not acknowledged by NTDC/CPPA for the period from March 2011 to May 2011 due to non-supply of gas by SNGPL on account of certain force majeure events. The Group's management raised this matter with NTDC, SNGPL and Private Power & Infrastructure Board ('PPIB'), however, the dispute remained unresolved. Hence, the Group had taken up this issue at appropriate forums.

- 7.2 On June 28, 2013, the Group entered into a Memorandum of Understanding (MoU) for cooperation on the extension of credit terms with NTDC, whereby it was agreed that the constitutional petition filed by the Group before the Supreme Court of Pakistan on the above-mentioned issue would be withdrawn unconditionally and resolved through the dispute resolution mechanism under the PPA. Accordingly, as per the terms of the MoU, the Group applied for withdrawal of the aforesaid petition in 2013, and on January 25, 2018, the Supreme Court disposed of the petitions filed before it.

During the financial year 2014, the Group, in consultation with NTDC, appointed an Expert for dispute resolution under the PPA. In August 2015, the Expert gave his determination whereby the Group's claim regarding the above-mentioned amount of Rs.227.610 million was not accepted. In addition to the Expert Determination process mentioned above, the Group had also filed a request for arbitration in the London Court of International Arbitration (LCIA) in accordance with the terms of the GSA against SNGPL, whereby an Arbitrator was appointed. The Arbitrator, through his order dated March 9, 2016, decided the matter in the Group's favor, whereby the aforesaid amount of Rs.227.610 million was determined to be payable to the Group by SNGPL. Furthermore, the Arbitrator also awarded interest at the rate of 6% per annum on the aforesaid amount payable as of August 18, 2014, until the date of the actual payment and reimbursement of certain arbitration costs incurred by the Group, along with interest at the rate of 6% per annum from the date of award till the date of actual payment, which works out to Rs.138.304 million as of June 30, 2024, and has been recognized as a receivable (out of which Rs.3.459 million is the markup on arbitration cost of Rs.6.933 million which is classified in other receivables - note 15). Consequently, under the relevant provisions of the Arbitration Act, 1940, the Group filed an application before the court of Senior Civil Judge to pass appropriate directions for the implementation/enforcement of the Arbitration Award.

The Civil Judge, through an order dated October 16, 2023, confirmed the arbitration award in favor of the Group (the "Domestic Award"), stipulating that interest at 6% per annum on the principal amount would only accrue from the date of this order. Consequently, a Decree Sheet (the "Domestic Award Decree") was issued based on this decision. The Group appealed this order in the Lahore High Court (LHC) for seeking relief to accrue 6% interest per annum from the date of award as per the true sense of the LCIA Award, however, the LHC upheld the decision of the Senior Civil Judge on April 22, 2024. Currently, the Group has filed a Civil Petition for Leave to Appeal (CPLA) with the Supreme Court of Pakistan against the Lahore High Court's order. The Group believes there are substantial grounds for a favorable outcome in the case.

Based on the advice of the company's legal counsel and Arbitration Award in the company's favor, management strongly feels that under the terms of the PPA, Implementation Agreement and the GSA, this receivable will be recovered in due course of time. Consequently, it is unimpaired as of the reporting date.

8. LONG TERM LIABILITIES		Un-audited March 31, 2025	Audited June 30, 2024
	Note	----- Rupees -----	
Long term finances	8.1	4,160,415,666	4,879,134,573
Provision for Gas Infrastructure Development Cess		325,853,952	325,733,156
		<u>4,486,269,618</u>	<u>5,204,867,729</u>
Less: current portion grouped under current liabilities		(1,298,884,184)	(1,291,068,388)
		<u>3,187,385,434</u>	<u>3,913,799,341</u>
8.1 Long term finances - secured		Un-audited March 31, 2025	Audited June 30, 2024
		----- Rupees -----	
Balance at beginning of the period / year		4,879,134,573	5,732,823,306
Add: disbursements during the period / year	8.1.1	-	-
Less: repayments made during the period / year		(718,718,907)	(853,688,733)
Balance at end of the period / year		<u>4,160,415,666</u>	<u>4,879,134,573</u>

- 8.1.1 All the terms and conditions of long term finances are materially same as disclosed in audited annual financial statements of the Company for the year ended June 30, 2024. These long term finances, during the period, carried mark-up / profit at the rates ranged from 2.00% to 21.24% (June 30, 2024: 2.00% to 23.47%) per annum.
- 8.2 The Honorable Supreme Court of Pakistan (SCP) vide its judgement dated August 13, 2020 decided the appeal against the Parent Company and declared the GIDC Act, 2015 to be constitutional and recoverable from the gas consumer. A review petition was filed against the judgement which was also dismissed. However, partial relief was granted and recovery period was extended to 48 months from 24 months. SCP in its detailed judgment stated that the Cess under GIDC Act, 2015 is applicable only to those consumers of natural gas who on account of their industrial or commercial dealings had passed on GIDC burden to their end customers.

The Parent Company has filed a civil suit before the Honorable Sindh High Court (SHC) on the grounds that the Company falls under the category of consumer and had not passed on the impact of GIDC to end customers. SHC has granted stay order in the said suit and has restrained SNGPL from taking any coercive action against the Parent Company.

The Parent Company has recorded a liability for GIDC at its present value, by discounting future estimated cash flows using risk free rate of return.

9. SHORT TERM BORROWINGS

Running / cash finances - secured	9.1	24,460,162,028	8,082,042,566
Running musharakah finance - secured	9.1	4,856,279,143	1,063,933,619
Temporary bank overdraft - unsecured		4,364,605	3,075,586
		<u>29,320,805,776</u>	<u>9,149,051,771</u>

- 9.1 The Company has obtained short term finance facilities, aggregating Rs.41,695 million (June 30, 2024: Rs.26,900 million) from various commercial banks under mark-up arrangements. These finance facilities are secured against hypothecation charge of Rs.62,359 million (June 30, 2024: Rs.49,593 million) over current assets of the Company, lien on export / import documents, trust receipts and promissory notes duly signed by the directors. These finances carry mark-up / profit at the rates ranging from 12.21% to 20.89% (June 30, 2024: 16.25% to 23.99%) per annum. These facilities are expiring on various dates upto November 30, 2025.

10. CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

10.1.1 Outstanding bank guarantees

Guarantees aggregating Rs.3,493.955 million (June 30, 2024: Rs.3,254.876 million) have been issued by banks of the Company to various Government institutions and Sui Northern Gas Pipelines Limited.

There was no significant change in status of contingencies that were disclosed to the annual audited consolidated financial statements for the year ended 30 June, 2024 except disclosed above.

10.2 Commitments in respect of :

	Un-audited March 31, 2025	Audited June 30, 2024
	----- Rupees -----	
• letters of credit for capital expenditure	<u>768,702,806</u>	<u>944,042,713</u>
• letters of credit for purchase of raw materials and stores, spare parts & chemicals	<u>3,594,242,313</u>	<u>1,534,011,443</u>
• capital expenditure other than letters of credit	<u>184,473,932</u>	<u>147,714,378</u>
• foreign bills discounted	<u>817,859,468</u>	<u>3,501,789,032</u>

10.3 The Subsidiary Company-SECL has an agreement with a consortium between General Electric International, Inc. and General Electric Energy Parts, Inc. for the operation and maintenance (O&M) of the power station. The O&M agreement commenced from the Commercial Operations Date and will continue until either the power station has operated for 144,000 Fired Hours or until October 4, 2040, whichever occurs earlier.

According to the terms of the O&M agreement, the company is obligated to make Quarterly payments that include a fixed O&M fee and a variable O&M fee based on the operation of the plant using either gas or diesel. These fees will be subject to an annual increase based on the US Consumer Price Index (CPI), with a minimum increase of 1.5% or USCPI whichever is higher .

11. SALES - NET

Segment wise disaggregation of revenue from contracts with respect to type of goods and services and geographical market is presented below:

For the six months period ended March 31, 2025 - Un-audited

	Spinning	Knits	Denim	Power	Total
	----- Rupees -----				
Local sales					
- Yarn	9,558,029,616	3,389,580	12,083,486	-	9,573,502,682
- Fabric	-	457,135,029	7,327,298,973	-	7,784,434,002
- Garments	-	401,720,360	-	-	401,720,360
- Waste	709,427,544	43,732,009	92,309,529	-	845,469,082
- Raw materials	283,059,789	-	-	-	283,059,789
- Energy Revenue	-	-	-	9,019,920	9,019,920
- Energy purchase price	-	-	-	5,960,291,871	5,960,291,871
- Capacity purchase price	-	-	-	2,576,961,948	2,576,961,948
- Local steam income	20,896,200	-	-	-	20,896,200
- Processing income	7,989,257	545,721,508	44,685,907	-	598,396,672
	<u>10,579,402,406</u>	<u>1,451,698,486</u>	<u>7,476,377,895</u>	<u>8,546,273,739</u>	<u>28,053,752,526</u>
Export Sales					
- Yarn	9,829,375,931	147,158,861	-	-	9,976,534,792
- Fabric	-	1,029,182,020	3,603,948,024	-	4,633,130,044
- Garments	-	5,229,702,135	-	-	5,229,702,135
- Waste	60,143,780	-	-	-	60,143,780
	<u>9,889,519,711</u>	<u>6,406,043,016</u>	<u>3,603,948,024</u>	<u>-</u>	<u>19,899,510,751</u>
Export rebate					
- Yarn	764,298	228,231	-	-	992,529
- Fabric	-	2,486,031	18,903,343	-	21,389,374
- Garments	-	21,376,923	-	-	21,376,923
	<u>764,298</u>	<u>24,091,185</u>	<u>18,903,343</u>	<u>-</u>	<u>43,758,826</u>
	<u>20,469,686,415</u>	<u>7,881,832,687</u>	<u>11,099,229,262</u>	<u>8,546,273,739</u>	<u>47,997,022,103</u>
Timing of revenue recognition					
Goods transferred at a point in time	20,461,697,158	7,336,111,179	11,054,543,355	8,546,273,739	47,398,625,431
Services rendered at a point in time	7,989,257	545,721,508	44,685,907	-	598,396,672
	<u>20,469,686,415</u>	<u>7,881,832,687</u>	<u>11,099,229,262</u>	<u>8,546,273,739</u>	<u>47,997,022,103</u>

For the six months period ended March 31, 2024 - Un-audited

	Spinning	Knits	Denim	Power	Total
	----- Rupees -----				
Local sales					
- Yarn	2,293,226,858	13,130,929	6,581,423	-	2,312,939,210
- Fabric	-	276,190,308	1,594,776,252	-	1,870,966,560
- Garments	-	132,274,966	-	-	132,274,966
- Waste	282,179,906	31,396,385	104,045,053	-	417,621,344
- Raw materials	113,955,576	-	-	-	113,955,576
- Energy purchase price	-	-	-	9,759,611,499	9,759,611,499
- Capacity purchase price	-	-	-	2,896,251,259	2,896,251,259
- Local steam income	15,195,700	-	-	-	15,195,700
- Processing income	15,173,238	683,583,639	30,336,564	-	729,093,441
	2,719,731,278	1,136,576,227	1,735,739,292	12,655,862,758	18,247,909,555
Export Sales					
- Yarn	18,480,151,602	160,343,591	-	-	18,640,495,193
- Fabric	-	455,250,558	7,299,331,341	-	7,754,581,899
- Garments	-	2,555,470,627	-	-	2,555,470,627
- Waste	352,964,064	-	-	-	352,964,064
	18,833,115,666	3,171,064,776	7,299,331,341	-	29,303,511,783
Export rebate					
- Yarn	352,647	7,519	-	-	360,166
- Fabric	-	1,765,475	15,958,916	-	17,724,391
- Garments	-	39,103,395	-	-	39,103,395
	352,647	40,876,389	15,958,916	-	57,187,952
	21,553,199,591	4,348,517,392	9,051,029,549	12,655,862,758	47,608,609,290
Timing of revenue recognition					
Goods transferred at a point in time	21,539,889,633	3,813,050,848	9,038,623,170	12,655,862,758	47,047,426,409
Services rendered at a point in time	13,309,958	535,466,544	12,406,379	-	561,182,881
	21,553,199,591	4,348,517,392	9,051,029,549	12,655,862,758	47,608,609,290

12. COST OF SALES

----- Un-audited -----				
	Nine months period ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- Rupees -----			
Note				
Finished goods at beginning of the period	3,976,618,720	3,459,768,225	4,655,522,077	3,349,574,147
Cost of goods manufactured 12.1	42,542,098,577	41,214,403,701	13,091,062,578	11,060,076,838
Cost of raw materials sold	257,426,024	105,879,772	44,207,422	46,456,556
	42,799,524,601	41,320,283,473	13,135,270,000	11,106,533,394
	46,776,143,321	44,780,051,698	17,790,792,077	14,456,107,541
Finished goods at end of the period	(4,373,402,336)	(3,203,898,137)	(4,373,402,336)	(3,203,898,137)
	42,402,740,985	41,576,153,561	13,417,389,741	11,252,209,404

12.1 Cost of goods
manufactured

----- Un-audited -----			
	Nine months period ended		Quarter ended
	March 31, 2025	March 31, 2024	March 31, 2025
	----- Rupees -----		
Work-in-process at beginning of the period	1,396,530,229	1,264,365,323	1,470,694,739
Raw materials consumed	27,940,577,939	30,357,181,085	6,931,320,552
Direct labor and other overheads	14,610,557,240	11,160,118,774	6,094,614,118
	42,551,135,179	41,517,299,859	13,025,934,670
	43,947,665,408	42,781,665,182	14,496,629,409
Work-in-process at end of the period	(1,405,566,831)	(1,567,261,481)	(1,405,566,831)
	42,542,098,577	41,214,403,701	13,091,062,578

13. CASH USED IN OPERATIONS

		Un-audited	
		Nine months period ended	
		March 31, 2025	March 31, 2024
		----- Rupees -----	
Profit before taxation		2,765,890,634	2,764,562,886
<u>Adjustments for non-cash and other items:</u>			
Depreciation		1,245,152,262	1,231,963,454
Amortization of intangible assets		1,155,524	1,653,094
Staff retirement benefit - gratuity		210,600,000	161,100,000
Provision for workers' profit participation fund		-	-
Provision for workers' welfare fund		-	54,017,507
Loss on sale of short term investment		-	75,595,287
Gain on disposal of operating fixed assets		(19,153,985)	(12,118,452)
Gain on sale of stores and spares		-	(738,199)
Dividend and interest income		(847,623,065)	(656,808,752)
Finance cost		1,631,786,665	2,300,076,269
Working capital changes	13.1	407,421,344	(1,924,524,313)
		5,395,229,378	3,994,778,781

13.1 Working capital changes

Increase / (decrease) in current assets:

- stores, spare parts and loose tools	(21,176,933)	(380,678,361)
- stock-in-trade	(3,120,849,247)	(3,189,615,177)
- trade debts	5,886,084,944	3,973,551,543
- loans and advances	(2,049,063,718)	(89,877,838)
- deposits, other receivables and sales tax	360,552,883	(427,332,131)
	1,055,547,929	(113,951,964)

Increase / (decrease) in current liabilities:

- trade and other payables	51,136,442	(1,964,363,445)
- Gas Infrastructure Development Cess	120,796	2,945,845
- contract liabilities	(699,383,823)	150,845,251
	407,421,344	(1,924,524,313)

14. FINANCIAL RISK MANAGEMENT

The Group'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.

There has been no change in the Group's sensitivity to these risks since June 30, 2024, except for the change in exposure from liquidity risks due to increase in borrowings and general exposure due to fluctuations in foreign currency and interest rates. There have been no change in risk management objectives and policies of the Group during the period.

This condensed consolidated interim financial statement does not include all financial risk management information and disclosures as are required in the audited annual consolidated financial statements and should be read in conjunction with the Group's audited annual consolidated financial statement as at June 30, 2024.

14.1 Fair value estimation

Given below is the analysis of financial instruments, carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities [Level 1].
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) [Level 2].
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) [Level 3].

The Company's financial assets measured at fair value consists of level 1 financial assets amounting **Rs.16,658.625 million** (June 30, 2024: Rs.9,285.789 million). The carrying values of other financial assets and liabilities reflected in the financial statements approximate their fair values.

15. TRANSACTIONS WITH RELATED PARTIES**15.1 Significant transactions with related parties are as follows:**

Relationship with the Company	Nature of transactions	Un-audited	
		Nine months period ended	
		March 31, 2025	March 31, 2024
----- Rupees -----			
(i) Associates	Sales:		
	• raw material / yarn / fabric / stores	1,019,166,320	601,751,438
	• assets	800,000	-
	Purchases:		
	• raw material / yarn / fabric / stores	1,490,664,744	3,069,728,411
	• assets	987,230,884	25,000,000
	Services:		
	• rendered	45,062,845	35,051,061
	• obtained	3,327,869	11,534,292
	Expenses charged by	71,056,511	69,267,639
	Expenses charged to	24,428,250	36,260,884
	Advance against share deposit	14,070,025,000	-
	Dividend:		
(iii) Key management personnel	• received	178,739,472	143,114,472
	• paid	111,201,540	111,201,540
(iv) Retirement fund	Contribution made	52,660,854	40,458,786

16. SEGMENT REPORTING**16.1 Reportable segments**

The Group's reportable segments are as follows:

- Spinning;
- Knitting, processing & garments;
- Denim; and
- Power.

16.2 Information regarding the Group's reportable segments is presented below.

	Spinning	Knitting, processing and garments	Denim	Power	Total
	----- Rupees -----				
For the Nine months period ended March 31, 2025					
Revenue - external customers	20,469,686,415	7,881,832,688	11,099,229,261	8,546,273,739	47,997,022,103
Inter - segment sale	4,563,946,115				4,563,946,115
Segment results	1,696,267,090	63,053,342	449,767,563	1,769,205,195	3,978,293,190
For the Nine months period ended March 31, 2024					
Revenue - external customers	21,553,199,590	4,348,517,393	9,051,029,549	12,665,862,758	47,618,609,290
Inter - segment sale	2,845,950,603				2,845,950,603
Segment results	2,443,092,209	109,555,966	426,029,134	1,787,920,222	4,766,597,531

	Un-audited Nine months period March 31, 2025 2024 ----- Rupees -----	
Reconciliation of segment results with profit after tax is as follows:		
Total results for reportable segment	3,978,293,190	4,766,597,531
Administrative expenses	(769,039,143)	(660,189,442)
Other expenses	(1,008,837)	(95,590,757)
Other income	1,189,432,089	1,013,821,823
Finance cost	(1,631,786,665)	(2,300,076,269)
Share of profit of Associated Companies	381,898,482	647,476,111
Taxation	(1,307,363,194)	(973,143,382)
Profit after taxation	1,840,425,922	2,398,895,615

16.3 Segment assets and liabilities

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

	Spinning	Knitting, processing and garments	Denim	Power	Total
 Rupees				
As at March 31, 2025					
Segment assets	26,934,255,459	6,725,271,915	10,682,753,447	13,487,732,441	57,830,013,262
Unallocatable assets					46,394,822,666
Total assets as per balance sheet					104,224,835,927
Segment liabilities	11,924,930,796	5,450,269,621	13,362,610,768	1,390,126,866	32,127,938,051
Unallocatable liabilities					13,446,645,880
Total liabilities as per balance sheet					45,574,583,931
As at June 30, 2024					
Segment assets	20,097,975,804	7,058,891,591	9,785,662,292	26,067,164,258	63,009,693,945
Unallocatable assets					18,490,535,270
Total assets as per balance sheet					81,500,229,215
Segment liabilities	3,115,750,541	4,279,477,482	14,090,347,714	3,424,769,288	24,910,345,025
Unallocatable liabilities					1,157,567,690
Total liabilities as per balance sheet					26,067,912,715

16.4 Geographical information

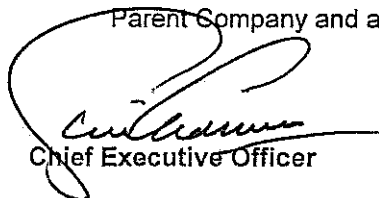
All segments of the Group are managed on nation-wide basis and operate manufacturing facilities in Pakistan.

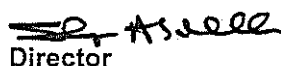
17. CORRESPONDING FIGURES

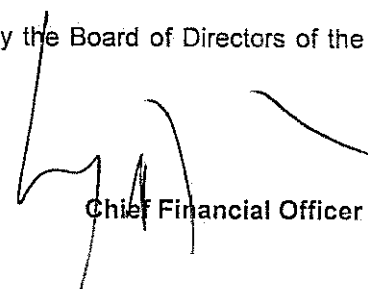
In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed consolidated interim statement of financial position has been compared with the balances of audited annual consolidated financial statements of the Group for the year ended June 30, 2024, whereas, the condensed consolidated interim statement of profit or loss, condensed consolidated interim statement of other comprehensive income, condensed consolidated interim statement of cash flows and condensed consolidated interim statement of changes in equity have been compared with the balances of comparable period of condensed consolidated interim financial statements of the Group for the nine months period ended March 31, 2024.

18. DATE OF AUTHORIZATION FOR ISSUE

This condensed consolidated interim financial statements were approved by the Board of Directors of the Parent Company and authorized for issue on April 28, 2025.


Chief Executive Officer


Director


Chief Financial Officer



CORPORATE OFFICE

316, Cotton Exchange Building, I.I.
Chundrigar Road, Karachi, Pakistan.
Phone: +92 21 111 000 100, +92 21 3241 0930 Fax: +92 21 3241 6705
E-Mail: contact@sapphiretextiles.com.pk

LAHORE OFFICE

1st Floor, Tricon Corporate Centre, 73-E Main Jail Road,
Gulberg II, Lahore. Pakistan.
Phone: +92 42 111 000 100, +92 42 3575 0410 Fax: +92 21 3241 6705
E-Mail: contact@sapphiretextiles.com.pk