

The background of the slide features a series of overlapping, semi-transparent geometric shapes, primarily triangles and parallelograms, in shades of light gray and white. These shapes are oriented diagonally, creating a sense of movement and depth. Several thin, dark blue lines are scattered across the slide, some parallel to the background shapes and others intersecting them at various angles. The overall aesthetic is modern and minimalist.

**ADM**  
ARTISTIC DENIM MILLS

**QUARTERLY  
REPORT**  
MARCH 31,

2025

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## COMPANY INFORMATION

### Board of Directors

Chief Executive  
Chairman  
Directors

Mr. Muhammad Faisal Ahmed  
Mr. Muhammad Iqbal Ahmed  
Mr. Muhammad Yousuf Ahmed  
Ms. Zahra Faisal Ahmed  
Mr. Yazdani Zia  
Mr. Muneer Ahmed  
Mr. Muhammad Ozair Qureshi

### Audit Committee

Chairman  
Members

Mr. Yazdani Zia  
Mr. Muhammad Iqbal Ahmed  
Mr. Muneer Ahmed

### Human Resource and Remuneration Committee

Chairman  
Members

Mr. Muneer Ahmed  
Mr. Muhammad Faisal Ahmed  
Ms. Zahra Faisal Ahmed

### Chief Financial Officer

Mr. Sagheer Ahmed

### Company Secretary

Mr. Muhammad Ozair Qureshi

### Chief Internal Auditor

Mr. Muhammad Rashid Mughal

### Auditors

M/s. Reanda Haroon Zakaria Amir Salman Rizwan & Company  
Chartered Accountants

### Legal Advisor

Monawwer Ghani  
Advocate

### Share Registrar

M/s F. D. Registrar Services (Pvt.) Limited  
17th Floor, Saima Trade Tower-A,  
I.I. Chundrigar Road, Karachi.  
Tel: (+92-21) 35478192-3 / 32271905-6

### Bankers

Allied Bank Limited  
Bank Al Habib Limited  
Bank Alfalah Limited  
BankIslami Pakistan Limited  
Faysal Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
Meezan Bank Limited  
National Bank of Pakistan  
Standard Chartered Bank (Pakistan) Limited  
United Bank Limited  
Woori Bank

### Registered Office

Plot No. 5-9, 23-26, Sector 16,  
Korangi Industrial Area, Karachi.  
UAN: 111 236 236, Fax No. 3505 4652  
www.admdenim.com

### Mills

Korangi Industrial Area, Karachi.

## DIRECTORS' REVIEW

To  
The Shareholders,  
Artistic Denim Mills Limited.

The Board of Directors of Artistic Denim Mills Limited ("the Company") is pleased to present the Directors' Review, accompanied with the un-audited condensed interim financial statements for the nine months period ended March 31, 2025.

### FINANCIAL HIGHLIGHTS FOR THE PERIOD UNDER REVIEW

The Company's financial performance for the reporting period, compared to the corresponding period of the previous year, is summarized below:

	March 31, 2025 Rs. in ('000')	March 31, 2024 Rs. in ('000')
Sales - net	13,922,116	16,165,058
Gross profit	930,316	2,011,236
Finance costs	512,509	1,011,616
Net (Loss) / profit	(222,400)	316,204
(Loss) / Earnings per share (Rs. per share)	(2.65)	3.76

During the period under review, the Company recorded net sales of Rs. 13.922 billion, compared to Rs. 16.165 billion in the corresponding period of the last year. This decline in sales was primarily due to the economic slowdown and global inflationary pressures.

Gross profit for the period stood at Rs. 930.316 million, as against Rs. 2,011.236 million in the same period last year. The decline in gross profit was mainly driven by a significant increase in the cost of production, particularly due to escalating energy prices.

Finance costs witnessed a substantial decline of 49.34%, reflecting the Company's strategic initiatives to optimize borrowings through improved working capital management. Further, a well-balanced mix of local and foreign currency financing to control interest cost.

As a result, the Company reported a net loss after tax of Rs. 222.400 million, compared to net profit after tax Rs. 316.204 million in the corresponding period last year. Consequently, loss per share stood at Rs. 2.65, compared to earnings per share of Rs. 3.76 in the same period of the previous year.

### FUTURE OUTLOOK

Pakistan's economic outlook remains closely tied to the successful implementation of ongoing reforms. Pakistan still faces significant vulnerabilities and economic challenges. In particular, the textile sector's difficulties are compounded by higher operational costs, which remains higher than those of regional competitors, reducing its overall competitiveness. Exporters are urging the government to reconsider amendments to the Export Facilitation Scheme (EFS), cautioning that these changes may lead to trade disruptions and increased compliance costs & compliance burdens.

On a positive note, global buyers have recently redirected clothing orders from Bangladesh and China to Pakistan, presenting an opportunity for exporters to capture a larger market share. However, the impact of rising gas tariffs and a phased 20% levy on natural gas supplied to the textile industry's captive power plants (CPPs) will adversely affect the sector performance in the upcoming months.

The sweeping tariffs introduced by U.S. pose a significant risk to the global economy, which is already facing with sluggish growth. The trade policy pursued by the U.S. administration will disrupt global textile and apparel supply chains, increasing uncertainty, and driving up prices. For Pakistan, particularly its textile sector, the impact of these tariff hikes could be substantial. To safeguard export performance and maintain competitiveness, Pakistan must adopt a strategic, policy-driven approach. Key measures should include negotiating reciprocal trade agreements aimed at reducing tariffs on Pakistani exports-especially textiles-and lowering duties on critical U.S. imports such as raw cotton.

On the economic front, the Asian Development Bank (ADB) projects a gradual recovery for Pakistan. GDP growth is forecast at 2.5% for financial year 2024-25, rising to 3.0% in financial year 2025-26. Inflation is expected to average 6.0% in financial year 2025 and slightly decline to 5.8% in financial year 2026. However, the inflation outlook remains vulnerable to several external and domestic risks, including fluctuations in global commodity prices, shifts in global trade policy, adjustments in administered energy tariffs, and potential revenue-generating measures introduced by the government.

As we look forward, the Company remains focused on cost optimization through maximizing capacity utilization, streamlining costs, and ensuring efficient working capital management. In response to the challenges posed by rising fuel costs, the Company has actively pursued cost-effective energy alternatives. Following the successful commissioning of a 2.32 MW of solar power facility, the Company has established a letter of credit for an additional 2.57 MW, which is planned for installation within the current financial year.

#### **ACKNOWLEDGEMENTS**

The Board of Directors expresses its sincere gratitude to all our stakeholders, including customers, suppliers, bankers, shareholders, and regulatory bodies, for their continued trust and support. We also wish to extend our deep appreciation to our employees for their dedication and hard work in the challenging business environment.

On behalf of the BOARD of DIRECTORS



**MUHAMMAD FAISAL AHMED**  
CHIEF EXECUTIVE




**YAZDANI ZIA**  
DIRECTOR

Karachi: April 28, 2025

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025 (UN-AUDITED)

		March 31, 2025	June 30, 2024
		----- (Rupees in '000) -----	
ASSETS	Note	(Un-audited)	(Audited)
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	11,342,438	11,843,120
Long-term loans		30,806	26,444
Long-term deposits		1,957	1,957
Deferred tax asset	6	-	-
		<b>11,375,201</b>	<b>11,871,521</b>
<b>CURRENT ASSETS</b>			
Stores and spares		271,206	268,797
Stock-in-trade		6,670,240	5,245,029
Trade debts		3,949,079	3,938,238
Loans and advances		198,883	175,133
Trade deposits and short-term prepayments		19,371	7,580
Other receivables		176,111	172,627
Short-term investments		408	135,379
Sales tax refundable		304,046	327,038
Taxation - net		79,805	-
Cash and bank balances		500,982	692,466
		<b>12,170,131</b>	<b>10,962,287</b>
		<b>23,545,332</b>	<b>22,833,808</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital			
500,000,000 (2024: 100,000,000)			
ordinary shares of Rs. 10/- each		5,000,000	1,000,000
<b>Share capital</b>	7	840,000	840,000
<b>Reserves</b>		6,952,846	7,259,246
		<b>7,792,846</b>	<b>8,099,246</b>
<b>NON-CURRENT LIABILITIES</b>			
Long-term financing		2,324,869	2,742,425
Deferred liability		429,755	372,240
		<b>2,754,624</b>	<b>3,114,665</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		3,287,147	3,775,702
Unclaimed dividend		3,771	3,541
Accrued mark-up		146,048	143,708
Short-term borrowings		8,999,852	7,092,160
Current maturity of long-term financing		561,044	564,138
Taxation - net		-	40,648
		<b>12,997,862</b>	<b>11,619,897</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8	<b>23,545,332</b>	<b>22,833,808</b>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

  
**Muhammad Faisal Ahmed**  
Chief Executive Officer

  
**Yazdani Zia**  
Director

  
**Sagheer Ahmed**  
Chief Financial Officer

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

	Note	Nine-months ended		Quarter ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		(Rupees in '000)			
<b>TURNOVER - NET</b>		<b>13,922,116</b>	16,165,058	<b>4,582,408</b>	5,383,751
Cost of sales		<b>(12,991,800)</b>	(14,153,822)	<b>(4,405,242)</b>	(4,735,719)
<b>GROSS PROFIT</b>		<b>930,316</b>	2,011,236	<b>177,166</b>	648,032
Distribution costs		<b>(381,972)</b>	(352,915)	<b>(123,206)</b>	(125,381)
Administrative expenses		<b>(210,422)</b>	(177,551)	<b>(77,575)</b>	(60,393)
Other operating expenses		<b>(3,292)</b>	(51,943)	<b>10,484</b>	(10,861)
Other operating income		<b>138,773</b>	136,827	<b>17,262</b>	24,150
		<b>(456,913)</b>	(445,582)	<b>(173,035)</b>	(172,485)
<b>OPERATING PROFIT</b>		<b>473,403</b>	1,565,654	<b>4,131</b>	475,547
Finance costs		<b>(512,509)</b>	(1,011,616)	<b>(184,687)</b>	(357,221)
<b>(LOSS) / PROFIT BEFORE LEVIES AND TAX</b>		<b>(39,106)</b>	554,038	<b>(180,556)</b>	118,326
Levies	10	<b>(183,294)</b>	(176,851)	<b>(57,280)</b>	(58,417)
<b>(LOSS) / PROFIT BEFORE TAX</b>		<b>(222,400)</b>	377,187	<b>(237,836)</b>	59,909
Taxation	11	-	(60,983)	-	(16,287)
<b>NET (LOSS) / PROFIT FOR THE PERIOD</b>		<b>(222,400)</b>	316,204	<b>(237,836)</b>	43,622
<b>(LOSS) / EARNINGS PER SHARE</b>					
- Basic and diluted (Rs. per share)		<b>(2.65)</b>	3.76	<b>(2.83)</b>	0.52

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

  
**Muhammad Faisal Ahmed**  
Chief Executive Officer


  
**Yazdani Zia**  
Director

  
**Sagheer Ahmed**  
Chief Financial Officer

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

	Nine-months ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----			
Net (Loss) / profit for the period	(222,400)	316,204	(237,836)	43,622
Other comprehensive income	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<u>(222,400)</u>	<u>316,204</u>	<u>(237,836)</u>	<u>43,622</u>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

  
**Muhammad Faisal Ahmed**  
Chief Executive Officer

  
**Yazdani Zia**  
Director


  
**Sagheer Ahmed**  
Chief Financial Officer



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

	Share Capital	Revenue Reserves			Total Equity
	Issued, subscribed and paid-up	Unappropriated profit	Actuarial (loss)/gain on defined benefit plan	Total	
----- (Rupees in '000) -----					
Balance as at July 01, 2023	840,000	7,292,264	(38,953)	7,253,311	8,093,311
Cash dividend paid @ Rs. 3.5 per ordinary share of Rs. 10 each for the year ended June 30, 2023	-	(294,000)	-	(294,000)	(294,000)
Net profit for the period ended March 31, 2024	-	316,204	-	316,204	316,204
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	316,204	-	316,204	316,204
Balance as at March 31, 2024	840,000	7,314,468	(38,953)	7,275,515	8,115,515
Balance as at July 01, 2024	840,000	7,329,983	(70,737)	7,259,246	8,099,246
Cash dividend paid @ Rs. 1 per ordinary share of Rs. 10 each for the year ended June 30, 2024	-	(84,000)	-	(84,000)	(84,000)
Net (loss) for the period ended March 31, 2025	-	(222,400)	-	(222,400)	(222,400)
Other comprehensive income	-	-	-	-	-
Total comprehensive (loss) for the period	-	(222,400)	-	(222,400)	(222,400)
Balance as at March 31, 2025	840,000	7,023,583	(70,737)	6,952,846	7,792,846

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

  
**Muhammad Faisal Ahmed**  
Chief Executive Officer

  
**Yazdani Zia**  
Director

  
**Sagheer Ahmed**  
Chief Financial Officer

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

	March 31, 2025	March 31, 2024
	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before taxation	(39,106)	554,038
<b>Adjustments for non cash charges and other items:</b>		
Depreciation	764,007	584,612
Unrealised (gain) / loss on short-term investment	-	(50,187)
Provision for gratuity	79,754	57,687
Finance costs	512,509	1,011,616
Dividend income	(3,994)	(5,337)
Gain on disposal of operating fixed assets	(55,695)	(22,358)
	<u>1,296,581</u>	<u>1,576,033</u>
<b>Profit before working capital changes</b>	<b>1,257,475</b>	<b>2,130,071</b>
<b>Working capital changes</b>		
<b>(Increase) in current assets</b>		
Stores and spares	(2,409)	(38,102)
Stock-in-trade	(1,425,211)	142,212
Trade debts	(10,841)	(893,701)
Loans and advances	(23,750)	(173,575)
Trade deposits and short-term prepayments	(11,791)	58,101
Other receivables and sales tax refundable	19,508	(99,881)
	<u>(1,454,494)</u>	<u>(1,004,946)</u>
<b>Decrease in trade and other payables</b>	<b>(488,555)</b>	<b>1,008,745</b>
<b>Cash generated from / (used in) operations</b>	<b>(685,574)</b>	<b>2,133,870</b>
Income tax received / (paid) - net	(303,747)	18,169
Gratuity paid	(22,239)	(31,388)
Finance costs paid	(510,169)	(1,178,508)
	<u>(836,155)</u>	<u>(1,191,727)</u>
<b>Net cash generated from / (used in) operating activities</b>	<b>(1,521,729)</b>	<b>942,143</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(282,538)	(811,338)
Short-term investments - net	134,971	3,874
Long-term loans	(4,362)	4,341
Dividend received	3,994	5,337
Proceeds from disposal of operating fixed assets	74,908	33,532
<b>Net cash used in investing activities</b>	<b>(73,027)</b>	<b>(764,254)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Long-term financing repaid	(420,650)	(1,742,572)
Dividends paid	(83,770)	(293,697)
Short term borrowings - net	1,907,692	1,979,253
<b>Net cash generated from / (used in) financing activities</b>	<b>1,403,272</b>	<b>(57,016)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(191,484)</b>	<b>120,873</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>692,466</b>	<b>1,173,574</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>500,982</b>	<b>1,294,447</b>

The annexed notes 1 to 14 form an integral part of these condensed interim financial statements.

  
**Muhammad Faisal Ahmed**  
Chief Executive Officer

  
**Yazdani Zia**  
Director

  
**Sagheer Ahmed**  
Chief Financial Officer

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

### 1 LEGAL STATUS AND NATURE OF BUSINESS

Artistic Denim Mills Limited (the Company) was incorporated in Pakistan on May 18, 1992 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and is currently listed on Pakistan Stock Exchange Limited. The principal activity of the Company is to manufacture and sell recycled fiber, yarn, rope dyed denim fabric, garments and value added textile products.

The registered office and factory premises of the Company is situated at Plot No. 5-9, 23-26, Sector 16, Korangi Industrial Area, Karachi.

#### 1.1 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS FACILITIES

The Company has two factory locations with manufacturing facility<sup>1</sup> located at Plot No. 5-9, 23-26, Sector 16, Korangi Industrial Area, Karachi and manufacturing facility 2 located at Plot No. 426 - 428, Deh Pihai of Sub Division Landhi, Korangi, Karachi.

### 2 BASIS OF PREPARATION

2.1 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 the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

2.2 These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2024. These condensed interim financial statements are un-audited and are being submitted to the shareholders as required by the listing regulation of Pakistan Stock Exchange Limited and Section 237 of the Companies Act, 2017.

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

### **3 MATERIAL ACCOUNTING POLICY INFORMATION**

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the consistent with those applied in the preparation of the annual financial statements for the year ended June 30, 2024, except for restatement of comparative information related to levies & taxation and first time adoption of deferred tax policy.

#### **3.1 Levies and taxation**

Taxation comprises of current and deferred tax. It is recognized in the profit or loss, except to the extent that it relates to the items recognized directly in other comprehensive income or in equity, in which case it is recognized there.

##### **3.1.1 Current tax and levies**

Income tax expense for the period, determined in accordance with the Income Tax Ordinance, 2001, is recognized as current to the extent it is based on taxable income at the current rate of taxation after taking into account tax credit available, if any. Any excess, representing tax determined on the basis other than taxable income, e.g. taxes under FTR / MTR regime, ACT, etc., are recognized as an expense and termed as levies in the profit or loss.

However, if the tax expense is determined on the basis of minimum tax on turnover or ACT, while the management expects that the available credit may not be realizable / adjustable in future tax years, then the tax expense determined on the basis minimum tax or ACT, will be recognized as the levy in the profit or loss.

#### **Restatement**

During the previous year the Institute of Chartered Accountant of Pakistan (ICAP) have withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and issued guidance - "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said guidance requires certain amounts of tax paid under minimum 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 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 statement of financial position, the statement of cash flows and earning per share as a result of this change.

	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy
	----- (Rupees in '000) -----		
<b>For the period ended March 31, 2025</b>			
Loss before income tax	(39,106)	(183,294)	(222,400)
Levies	-	(183,294)	(183,294)
Income tax expense	(183,294)	183,294	-
<b>For the period ended March 31, 2024</b>			
Profit before income tax	554,038	(176,851)	377,187
Levies	-	(176,851)	(176,851)
Income tax expense	(237,834)	176,851	(60,983)

### 3.1.2 Deferred taxation

#### Policy

Deferred tax is provided using the liability method for all temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes. The amount of deferred tax provided is based on the expected manner of realization or the settlement of the carrying amounts of assets and liabilities, using the tax rates enacted or substantively enacted at the reporting date.

Deferred tax asset is recognized for all deductible temporary differences and carry forward of unused tax losses, if any, to the extent that it is probable that taxable profit for the foreseeable future will be available against which such temporary differences and tax losses can be utilized.

#### Implication

With effect from July 01, 2024, Income Tax Ordinance, 2001 has been amended vide Finance Act 2024. Consequently, exporters have been removed from the Final Tax Regime (FTR) and will be subject to minimum tax under the Normal Tax Regime (NTR). Accordingly, the company has carried out assessment of deferred tax on temporary timing differences and its impact has been disclosed in these 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 statement of financial position, the statement of profit and loss, the statement of cash flows and earning per share as a result of this change as deferred tax asset has not been recognised for reason as disclosed in note 6.1 to these financial statements.

### 3.2 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan which are effective in current period

The company has adopted the following accounting standards and amendments to IFRSs and the improvements to accounting standards which became for the effective for the current period:

	Effective for period beginning on or after
Amendments to IAS 7 'Statement of Cash Flows': Amendments regarding supplier finance arrangements.	January 1, 2024
Amendments to IFRS 16 'Leases'-Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 1, 2024
Amendments to IAS 1 'Presentation of Financial Statements': Amendments regarding the classification of liabilities and debts with covenants	January 1, 2024

The adoption of the above standards, amendments, improvements to accounting standards did not have any material effect on these condensed interim financial statements.

Certain amendments updating a reference to the Conceptual Framework and annual improvements have also been made to a number of standards, which have not been enumerated here for brevity.

### 3.3 Amendments to standards and IFRS interpretations that are not yet effective

The following amendments to accounting standards and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and amendments are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures:

**Effective from  
accounting period  
beginning on or after**

Amendments to IFRS 7 'Financial Instruments - Disclosures' and IFRS 9 'Financial Instruments': Amendments regarding the classification and measurement of financial instruments.

January 1, 2026

Amendments to IFRS 10 'Consolidated Financial Statements' and IAS 28 'Investments in Associates and Joint Ventures': Sale or contribution of assets between an investor and its associate or joint venture.

Effective from  
accounting period  
beginning on or  
after a date to be  
determined. Earlier  
application is permitted.

IFRS 17 - Insurance Contracts

January 1, 2026

Certain annual improvements have also been made to a number of standards, which have not been enumerated here for brevity.

Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

IFRS 1 - First Time Adoption of International Financial Reporting Standards

IFRS 19 Subsidiaries without Public Accountability: Disclosures

IFRS S1 - General Requirements for Disclosure of Sustainability-related Financial Information

IFRS S2 Climate-related Disclosures

#### **4 ACCOUNTING JUDGEMENTS AND ESTIMATES**

The preparation of these condensed interim financial statements in conformity with the approved accounting standards, as applicable in Pakistan, requires the management to make estimates, judgements that affect the application of policies and the reported amount of assets and liabilities and income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by the management in applying the company's accounting policies and areas where assumptions and estimates are significant are same as those applied to the annual financial statements of the company as at and for the year ended June 30, 2024 except for restatement of comparative information related to levies & taxation and retrospective adoption of accounting policy in respect of deferred taxation as disclosed in note 3.1.2.

	Note	March 31, 2025 ------(Rupees in '000)----- (Un-audited)	June 30, 2024 ------(Rupees in '000)----- (Audited)
<b>5</b>	<b>PROPERTY, PLANT AND EQUIPMENT</b>		
Operating fixed assets	5.1	10,115,084	10,880,499
Capital work-in-progress (CWIP)		1,227,354	962,621
		<u>11,342,438</u>	<u>11,843,120</u>
<b>5.1</b>	<b>Operating fixed assets</b>		
Opening net written down value		10,880,499	8,427,700
Additions / transfer from CWIP during the period / year	5.1.1	17,806	3,274,216
		<u>10,898,305</u>	<u>11,701,916</u>
Disposals, at their written down values, during the period / year		(19,214)	(12,643)
Depreciation charge during the period / year		(764,007)	(808,774)
		<u>(783,221)</u>	<u>(821,417)</u>
		<u>10,115,084</u>	<u>10,880,499</u>
<b>5.1.1</b>	<b>Additions / transfers during the period / year</b>		
Building on leasehold land		1,600	1,503,824
Plant and machinery		5,383	1,692,754
Factory equipment		9,562	42,065
Furniture & fixtures		-	191
Office equipment, including computers		1,030	1,997
Vehicles		231	33,386
		<u>17,806</u>	<u>3,274,217</u>
<b>6</b>	<b>DEFERRED TAX ASSET</b>		
<b>Deductible temporary difference arising on:</b>			
Decelerated tax depreciation		(1,660,350)	(1,526,925)
Provision for gratuity		(124,629)	(107,950)
Provision for Levies (chargeable by utility company and government authorities)		(411,767)	(401,954)
Unabsorbed tax depreciation - TY 2025		(307,720)	-
Minimum Tax credit		(174,026)	-
<b>Net Deferred tax Assets</b>		<u>(2,678,492)</u>	<u>(2,036,829)</u>
<b>Deferred tax asset not recognized</b>		<u>2,678,492</u>	<u>2,036,829</u>
		<u>-</u>	<u>-</u>



- 6.1** Deferred tax asset (refer to policy note 3.1.2), amounting to Rs. 2,678.492 million (June 30, 2024: Rs. 2,036.829) million, as on the reporting date has not been recognized on the deductible temporary differences as it is not probable that sufficient taxable profits in the foreseeable future will be available against which such benefits can be utilized.

(Unaudited)  
March 31,  
2025

**6.2** Particulars of available tax credits and their expiry dates are as follows:

Minimum tax credit	Expiry date	Rupees in '000'
Tax year 2025	30-Jun-28	174,026
Unabsorbed tax depreciation - TY 2025	Indefinite	1,061,102

**7** SHARE CAPITAL

No. of shares		March 31, 2025	June 30, 2024
March 31, 2025	June 30, 2024	----- (Rupees in '000) -----	
(Un-audited)	(Audited)	(Un-audited)	(Audited)
Issued, subscribed and paid-up capital			
Ordinary shares of Rs.10 each			
14,000,000	14,000,000	140,000	140,000
Fully paid in cash			
70,000,000	70,000,000	700,000	700,000
Fully paid bonus shares			
84,000,000	84,000,000	840,000	840,000

**8** CONTINGENCIES AND COMMITMENTS

**8.1** Contingencies

There are no major changes in the status and nature of contingencies as disclosed in the annual audited financial statements of the Company for the year ended June 30, 2024.

March 31,  
2025  
----- (Rupees in '000) -----  
(Un-audited) (Audited)

8.1.1 Outstanding counter guarantees	979,906	939,906
--------------------------------------	---------	---------

**8.2** Commitments

- 8.2.1** Commitments in respect of Building on leasehold land and machinery at the end of the period amounted to Rs. 8.692 (June 30, 2024: Rs. 96.708) million.

**8.2.2** Outstanding letters of credit at the end of the period amounted to Rs. 1,281.426 (June 30, 2024: Rs. 585.860) million.

**8.2.3** Post dated cheques issued in favour of Custom Authorities and Nazir High Court aggregating to Rs. 579.039 million (June 30, 2024: Rs. 774.559 million) and Rs. 162.065 million (June 30, 2024: Rs. 162.065 million) against various statutory notifications.

## 9 TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise associated companies, directors, major shareholders of the Company and key management personnel. All the transactions with related parties are entered into at agreed terms in the normal course of business as approved by the Board of Directors of the Company. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these financial statements, are as follows:

Type of Related Parties	Relationship	Nature of Transactions	March 31, 2025	March 31, 2024
			----- (Rupees in '000) ----- (Un-audited)	(Un-audited)
Associated Companies	Common directorship	Sales	-	665,519
		Purchases	121,350	165,844
		Services rendered	11,207	20,151
Directors & Executives	Key management personnel	Salaries	18,567	17,175
		Retirement benefits	2,063	1,547
		Directorship fee	330	690
		Dividend paid to directors	76,633	238,466
Relative of directors	Others - Relative	Sales	3,565,524	4,399,906
		Reimbursement of expenses	27,888	2,870

**9.1** The above transactions are entered into at agreed terms (based on arms length using admissible valuation methods) in the normal course of business as approved by the Board of Directors of the Company.

March 31, 2025      March 31, 2024  
----- (Rupees in '000) -----  
(Un-audited)      (Un-audited)

## 10 LEVIES

183,294      176,851

**10.1** Represents final taxes recognized as levies in accordance with the requirements of IFRIC 21 / IAS 37.

	March 31, 2025	March 31, 2024
	----- (Rupees in '000) ----- (Un-audited)	(Un-audited)
<b>11 TAXATION - NET</b>		
Current	-	60,983

**12 FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES**

These condensed interim financial statement do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the company's annual financial statements for the year ended June 30, 2024. There have been no change in any risk management policies since the year end.

The carrying value of all financial and non-financial assets and liabilities measured at other than amortized cost in these condensed interim financial statements approximate their fair values.

**13 DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial statements were authorised for issue on April 28, 2025 by the Board of Directors of the Company.

**14 GENERAL**

Figures have been rounded-off to the nearest thousand rupees, unless otherwise stated.

  
**Muhammad Faisal Ahmed**  
Chief Executive Officer

  
**Yazdani Zia**  
Director

  
**Sagheer Ahmed**  
Chief Financial Officer



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