

QUARTERLY REPORT  
MARCH 31, 2025



DEWAN TEXTILE MILLS LIMITED



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## COMPANY INFORMATION

### BOARD OF DIRECTORS

**Executive Director** : Mr. Ishtiaq Ahmed - Chief Executive Officer & Director

**Non-Executive Directors** : Syed Asim Abid Ali - Chairman, Board of Directors  
Mr. Abdul Basit  
Mr. Ghazanfar Baber Siddiqi  
Syed Maqbool Ali  
Mrs. Nida Jamil

**Independent Director** : Mr. Aziz-ul-Haque

**Audit Committee** : Mr. Aziz-ul-Haque - (Chairman)  
Syed Maqbool Ali (Member)  
Syed Asim Abid Ali (Member)

**Human Resources & Remuneration Committee** : Mr. Aziz-ul-Haque - Chairman  
Syed Maqbool Ali (Member)  
Mr. Ishtiaq Ahmad - (Member)

**Auditor** : Faruq Ali & Co.  
C-88, Ground Floor, KDA Scheme No. 1, Main Karsaz  
Road, Opp. Martime Museum Karachi.

**Company Secretary** : Mr. Muhammad Hanif German

**Chief Financial Officer** : Mr. Muhammad Irfan Ali

**Tax Advisor** : Sharif & Co. Advocates

**Legal Advisor** : Abbas & Atif Law Associates

**Bankers** : Habib Bank Limited  
Standard Chartered Bank (Pakistan) Limited  
Meezan Bank Limited  
United Bank Limited  
Bank Al-Falah Ltd  
Bank Al Makramah Limited  
Faysal Bank Limited  
MCB Bank Limited

**Registered Office** : Dewan Centre, 3-A Lalazar  
Beach Hotel Road, Karachi

**Shares Registrar & Transfer Agent** : BMF Consultants Pakistan (Private) Limited  
Anum Estate Building, Room No. 310 & 311,  
3rd Floor, 49, Darul Aman Society, Main Shahrah-e-Faisal  
adjacent to Baloch Colony Bridge, Karachi 75350, Pakistan.

**Factory Office** : H/20 & H/26, S.I.T.E.,  
Kotri, District Jamshoro, Sindh, Pakistan

**Website** : [www.yousufdewan.com](http://www.yousufdewan.com)

## DIRECTORS' REPORT

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND THE MERCIFUL

IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)

Dear Shareholder(s),  
Assalam-o-Alykum!

The Board of Directors of your Company is pleased to present unaudited condensed interim financial statements for the nine months and third quarter ended on 31 March 2025 in compliance with the requirements of section 237 of the Companies Act, 2017 and code of corporate governance issued by Securities and Exchange Commission of Pakistan (SECP).

### **Economic & Industrial Overview**

Due to ongoing economic pressures, challenges faced by Pakistan's economy continued impacting the Pakistan industry performance during FY 2024-25. The prevailing political and economic conditions in the country have made the business outlook very challenging, particularly for the textile sector, which is struggling to revive companies with old machine setups. The textile sector continues to be one of the backbone industries of Pakistan's economy however is currently encountering significant challenges. Higher taxation levels have been cited as a factor affecting competitiveness in the global market. One of the constraints includes a noticeable decline in local cotton production, along with issues related to quality deterioration. Another major challenge currently being faced by the spinning industry is a substantial increase in yarn imports from China. The availability of imported yarn in the local market has affected the demand and prices for local yarn, which hampers the ability of spinning mills to recover their production costs. Hence, a large number of factories closed due to adverse conditions. Another key issue facing the textile industry is the high cost and limited availability of energy sources, particularly gas and electricity. The sharp rise in energy prices has created an unsustainable financial burden for textile manufacturers, especially those in the spinning sector. Addressing these challenges through policy reforms and strategic initiatives will be crucial for sustaining and enhancing the textile sector's contribution to Pakistan's economy. The sector requires regionally competitive electricity and gas tariffs to better compete with countries like India, Bangladesh, and Vietnam in export markets. On a positive note, the exchange rate remains stable, and inflation is relatively low.

### **Operating results (Factory Shutdown):**

Company's net revenue for nine months remained nil due to closure of operations. The Company, for the time being, has suspended its manufacturing operations since December 2015 which could not be resumed due to adverse scenario faced by the industry and working capital constraints.

These condensed interim financial statements have been prepared using going concern assumption as the company has approached its lenders for further restructuring of its

liabilities, which is in process. Management is hopeful that such revision will be finalized soon.

**Future Outlook**

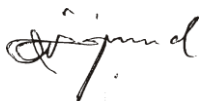
It must be noted that fears of recession around the globe triggered by the ongoing trade war and uncertainty about future tariffs, could negatively impact the performance of the textile industry as a whole. The country's long-term economic stability would largely dependent on several factors, including political stability, the implementation of a proactive & prudent monetary policy, a sound & rationalized policy of the government for taxes, constant supply of utilities at affordable tariff and availability of cost-effective borrowing facilities. In this context, it is important to recognize the criticality of facilitating the export industries including textile which result in net inflow of dollars and foster economic stability. We hope that the government and relevant stakeholders will implement appropriate measures to support the spinning sector through favorable policies that can improve business confidence levels and our international and domestic competitiveness. These measures may include reducing energy tariffs, restricting the import of yarn to protect local industries, rationalizing taxes, and facilitating exports etc.

**Conclusion**

In conclusion, we bow beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved Prophet Muhammad (Peace be upon him) for the continued showering of his blessings, Guidance, strength, health and prosperity to us, our company, country and nation, and also pray to Almighty Allah to bestow peace, Harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah; Ameen: Summa Ameen

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)

By and under Authority of the Board of Directors



**Ishtiaq Ahmed**  
**Chief Executive Officer & Director**



**Syed Asim Abid Ali**  
**Chairman Board of Directors**

Dated: April 28, 2025

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2025**

		(Un-Audited) March 31, 2025	(Audited) June 30, 2024
	Notes		
<b><u>EQUITY AND LIABILITIES</u></b>			(Rupees)
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital 50,000,000 (2024: 50,000,000) Ordinary shares of Rs. 10/- each		500,000,000	500,000,000
Issued, subscribed and paid-up share capital		460,646,090	460,646,090
Revenue Reserves			
General reserve		333,000,000	333,000,000
Accumulated losses		(6,299,474,397)	(6,248,315,316)
Capital reserve			
Surplus on revaluation of property, plant and equipment	6	2,673,200,660	2,715,378,092
		(2,832,627,647)	(2,739,291,134)
<b>NON CURRENT LIABILITIES</b>			
Long term financing	7	248,154,827	226,897,833
Deferred taxation	8	197,477,197	214,704,600
		445,632,024	441,602,433
<b>CURRENT LIABILITIES</b>			
Trade and other payables		140,065,687	140,724,216
Mark-up accrued		2,276,503,741	2,276,503,741
Short term borrowings		293,897,780	293,897,780
Liability for staff gratuity		1,667,351	1,784,351
Unclaimed dividend		254,206	254,206
Overdue portion of long term financing		2,925,634,170	2,925,634,170
		5,638,022,935	5,638,798,464
<b>CONTINGENCIES AND COMMITMENTS</b>	9	-	-
		3,251,027,312	3,341,109,763
<b><u>ASSETS</u></b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	10	3,240,855,908	3,330,513,777
Long term investment	11	-	-
Long term deposits		4,371,174	4,371,174
		3,245,227,082	3,334,884,951
<b>CURRENT ASSETS</b>			
Trade debts - unsecured		1,755,504	2,446,146
Advances and receivables		509,648	509,648
Taxes recoverable - net		200,297	180,739
Cash and bank balances		3,334,781	3,088,279
		5,800,230	6,224,812
		3,251,027,312	3,341,109,763

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



**Ishtiaq Ahmed**  
CEO & Director



**Muhammad Irfan Ali**  
Chief Financial Officer



**Syed Asim Abid Ali**  
Chairman Board of Directors

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

		Nine Months Ended		Quarter Ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Notes		----- (Rupees) -----	----- (Rupees) -----	----- (Rupees) -----	----- (Rupees) -----
Sales - Net		-	-	-	-
Cost of sales		(100,306,216)	(108,179,094)	(32,052,481)	(35,836,725)
Gross (loss)		(100,306,216)	(108,179,094)	(32,052,481)	(35,836,725)
<b>Operating expenses</b>					
Administrative & general expenses		(3,818,514)	(8,177,392)	(818,195)	(4,798,357)
<b>Operating (loss)</b>		(104,124,730)	(116,356,486)	(32,870,676)	(40,635,082)
Finance cost	12	(21,258,685)	(18,865,300)	(7,299,328)	(6,476,781)
		(125,383,415)	(135,221,786)	(40,170,004)	(47,111,863)
Other income		14,819,500	16,269,000	3,226,500	3,050,500
<b>(Loss) before taxation</b>		(110,563,915)	(118,952,786)	(36,943,504)	(44,061,363)
Taxation					
- Current		-	-	-	-
- Deferred		17,227,402	19,558,060	5,742,467	6,519,353
		17,227,402	19,558,060	5,742,467	6,519,353
<b>(Loss) for the period</b>		(93,336,513)	(99,394,726)	(31,201,037)	(37,542,010)
<b>(Loss) per share - Basic and diluted</b>	13	(2.03)	(2.16)	(0.68)	(0.82)

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



**Ishtiaq Ahmed**  
**CEO & Director**



**Muhammad Irfan Ali**  
**Chief Financial Officer**

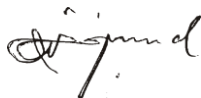


**Syed Asim Abid Ali**  
**Chairman Board of Directors**

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

	<b>Nine Months Ended</b>		<b>Quarter Ended</b>	
	<b>March 31,</b>	<b>March 31,</b>	<b>March 31,</b>	<b>March 31,</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	----- (Rupees) -----		----- (Rupees) -----	
<b>(Loss) for the period</b>	<b>(93,336,513)</b>	<b>(99,394,726)</b>	<b>(31,201,037)</b>	<b>(37,542,010)</b>
<b><i>Other comprehensive income:</i></b>				
Item that will not be reclassified to profit or (loss)	-	-	-	-
<b>Total comprehensive (loss) for the period</b>	<b><u>(93,336,513)</u></b>	<b><u>(99,394,726)</u></b>	<b><u>(31,201,037)</u></b>	<b><u>(37,542,010)</u></b>

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



**Ishtiaq Ahmed**  
**CEO & Director**



**Muhammad Irfan Ali**  
**Chief Financial Officer**



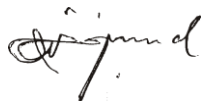
**Syed Asim Abid Ali**  
**Chairman Board of Directors**



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

	March 31, 2025	March 31, 2024
Notes	----- (Rupees) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) before taxation	(110,563,915)	(118,952,786)
Adjustment for non-cash and other items:		
Depreciation	89,657,869	101,137,344
Reversal of provision against doubtful debts	(14,819,500)	(16,269,000)
Advances / Deposit written off	-	3,651,434
Unwinding of discount	21,256,991	18,864,500
Finance cost	1,694	800
	96,097,054	107,385,078
Cash outflows before working capital changes	(14,466,861)	(11,567,708)
<b>Working capital charges</b>		
(Increase) / decrease in current assets		
Trade debts	15,510,142	20,903,026
Advances and receivables	-	(53,400)
	15,510,142	20,849,626
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payable	(658,527)	(9,196,454)
<b>Cash generated/ (used in) operations</b>	384,754	85,464
<b>Payments for:</b>		
Taxes paid	(19,558)	(21,512)
Gratuity paid	(117,000)	(200,000)
Finance cost	(1,694)	(800)
	(138,252)	(222,312)
<b>Net cash inflow / (outflow) from operating activities</b>	246,502	(136,848)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	-	-
Net increase / (decrease) in cash and cash equivalents	246,502	(136,848)
Cash and cash equivalents at the beginning of the period	3,088,279	3,313,815
<b>Cash and cash equivalents at the end of the period</b>	3,334,781	3,176,967

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



**Ishtiaq Ahmed**  
CEO & Director



**Muhammad Irfan Ali**  
Chief Financial Officer

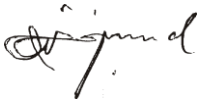


**Syed Asim Abid Ali**  
Chairman Board of Directors

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

	Issued, subscribed and paid-up share capital	Revenue reserves			Capital reserves	Total Equity
		General reserve	Accumulated losses	Total revenue reserves	Surplus on revaluation of property, plant and equipment	
----- (Rupees) -----						
Balance as at 1st July 2023	460,646,090	333,000,000	(6,176,908,527)	(5,843,908,527)	2,779,222,794	(2,604,039,643)
Total comprehensive (loss) for the period						
(Loss) for the period			(99,394,726)	(99,394,726)		(99,394,726)
Other comprehensive income					-	-
			(99,394,726)	(99,394,726)	-	(99,394,726)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax			47,883,527	47,883,527	(47,883,527)	-
Balance as at March 31, 2024	460,646,090	333,000,000	(6,228,419,726)	(5,895,419,726)	2,731,339,267	(2,703,434,369)
Balance as at 1st July 2024	460,646,090	333,000,000	(6,248,315,316)	(5,915,315,316)	2,715,378,092	(2,739,291,134)
Total comprehensive (loss) for the period						
(Loss) for the period	-	-	(93,336,513)	(93,336,513)	-	(93,336,513)
Other comprehensive income	-	-	-	-	-	-
	-	-	(93,336,513)	(93,336,513)	-	(93,336,513)
Incremental depreciation transferred from surplus on revaluation of property, plant and equipment - Net of tax	-	-	42,177,432	42,177,432	(42,177,432)	-
Balance as at March 31, 2025	460,646,090	333,000,000	(6,299,474,397)	(5,966,474,397)	2,673,200,660	(2,832,627,647)

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



**Ishtiaq Ahmed**  
CEO & Director



**Muhammad Irfan Ali**  
Chief Financial Officer



**Syed Asim Abid Ali**  
Chairman Board of Directors

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

**1 STATUS AND NATURE OF BUSINESS**

Dewan Textile Mills Limited ('the Company') was incorporated in Pakistan on 16 April 1970 as a public limited company and is listed on the Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of yarn. However, the Company has suspended its manufacturing operations since December 2015.

The geographical location and address of Company's business units including plant is as under:

- Company's registered office is located at Dewan Centre, 3-A Lalazar, Beach Hotel Road, Karachi.
- Company's production plant is situated at H/20 & H/26, S.I.T.E., Kotri, District Jamshoro, Sindh, Pakistan.

**2 GOING CONCERN ASSUMPTION**

These condensed interim financial statements of the company for the nine months ended March 31, 2025 reflect that the Company has sustained a net loss after taxation of Rs.93.337 million (March 2024 Rs.99.395 million) and as of that date the Company's negative reserves of Rs.5,966.474 million (June 2024 Rs.5,915.315 million) have resulted in negative equity of Rs.2,832.628 million (June 2024: Rs.2,739.291 million). Further the Company's short term borrowing facilities have expired and not been renewed and the Company has been unable to ensure scheduled payments of liabilities due to the liquidity problems. Following course, majority of the lenders had gone into litigation for repayment of liabilities through attachment and sale of Company's hypothecated / mortgaged properties and one lender had also filed winding up petition under section 301 of the Companies Act, 2017. The Company has suspended its manufacturing operations since December 2015. These conditions indicate the existence of material uncertainty, which may cast significant doubt about the Company's ability to continue as a going concern, therefore, the Company may not be able to realize its assets and discharge its liabilities during the normal course of business.

These condensed interim financial statements have been prepared on going concern assumption as the Company approached its lenders for further restructuring of its liabilities and is confident that the Company's restructuring proposals without markup will be accepted by the financial institutions / banks. Company is hopeful that such restructuring will be effective soon and will streamline the funding requirement of the Company which will ultimately help the management to resume the operations with optimum utilization of production capacity. As the conditions mentioned in the foregoing paragraph are temporary and would reverse, therefore, the preparation of financial statements using going concern assumption is justified.

**3 BASIS OF PREPARATION**

**3.1** These condensed interim financial statements of the Company have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards 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 provisions of and directives issued under the Companies Act, 2017 differ from the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**3.2** These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2024.

**4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES**

**4.1** The accounting policies and methods of computation adopted and applied in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 30 June 2024.

**4.2 Application of new and revised International Financial Reporting Standards**

**4.2.1 Standards, amendments to standards and interpretations becoming effective during the period**

There are certain new standards, amendments to existing standards and new interpretations on approved accounting standards that became effective during the period and are mandatory for accounting periods of the Company beginning on or after July 01, 2024 but are considered not to be relevant or not to have any material effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

**4.2.2 Standards, amendments to standards and interpretations becoming effective in future periods.**

There are certain new standards, amendments to standards and interpretations that will become effective in future accounting periods but are considered not to be relevant or not to have any material effect on the Company's operations and are, therefore, not disclosed in these condensed interim financial statements.

**5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

**5.1** The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. revision to accounting estimates are recognized prospectively commencing from the period of revision.

**5.2** Judgments and estimates made by management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended June 30, 2024.

**5.3** The Company's financial risk management objectives and policies are consistent with those objectives and policies which were disclosed in the financial statements of the Company for the year ended June 30, 2024.

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
		----- (Rupees) -----	
<b>6 SURPLUS ON REVALUATION OF PROPERTY, PLANT AND EQUIPMENT</b>			
Surplus on Revaluation		2,870,677,857	2,930,082,691
Related deferred tax liability		(197,477,197)	(214,704,599)
		<u>2,673,200,660</u>	<u>2,715,378,092</u>
<b>7 LONG TERM FINANCING</b>			
Banks and financial institutions - Secured	7.1	2,925,634,170	2,925,634,170
Sponsor - Unsecured		248,154,827	226,897,835
		<u>3,173,788,997</u>	<u>3,152,532,005</u>
Overdue portion - Shown under current liabilities		(2,925,634,170)	(2,925,634,170)
		<u>248,154,827</u>	<u>226,897,835</u>

**7.1** The Company has not made the provision of mark-up from 1st July 2024 on Restructured long term financing from banks and financial institutions outstanding of Rs.2,925.634 million.

**8 DEFERRED TAXATION**
**Credit balance arising due to:**

- Accelerated tax depreciation	16,981,032	23,824,014
- Revaluation - Net of related depreciation	197,477,197	214,704,600
- Long term financing	11,584,110	17,748,638

**Debit balance arising due to:**

- Staff gratuity	(483,532)	(517,462)
- Provision for doubtful debts	(167,364,788)	(175,646,338)
- Provision for Advances & receivable	(3,983,896)	--
- Provision for slow-moving stores and spares	(15,428,405)	(15,428,405)
- Carried over losses	(941,329,921)	(1,043,601,350)

	<u>(902,548,203)</u>	<u>(978,916,302)</u>
Deferred tax asset not recognized	1,100,025,400	1,193,620,902
	<u>197,477,197</u>	<u>214,704,600</u>

**9 CONTINGENCIES AND COMMITMENTS**

There are no significant change in the status of contingencies and commitments as reported in note 12 to the annual audited financial statements of the Company for the year ended 30 June 2024.

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
		----- (Rupees) -----	
<b>10 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	10.1	3,240,855,908	3,330,513,777
		3,240,855,908	3,330,513,777
<b>10.1 Operating fixed assets</b>			
Opening balance WDV		3,330,513,777	3,465,363,570
Depreciation charged for the period / year		(89,657,869)	(134,849,793)
Closing balance		3,240,855,908	3,330,513,777
<b>10.2</b>	There is no addition / deletion in property, plant and equipment during the period under consideration.		

**11 INVESTMENT IN AN ASSOCIATE COMPANY****Investment in associate**

Dewan Salman Fibre Limited	--	--
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- 11.1** Associate is an entity over which the Company has significant influence but no control. Company's investee company is considered to be its associate by virtue of common directorship and its ownership interest of 28.47% in investee

**11.2 Investment in Dewan Salman Fibre Limited - At equity method**

Number of shares held	104,288,773	104,288,773
Cost of investment (Rupees)	210,000,000	210,000,000
Fair value of investment (Rupees)	91,774,120	91,774,120
Ownership interest	28.47%	28.47%

- 11.3** Investment in associated company was made in accordance with the requirement of then effective Companies Ordinance, 1984. As the Company's share of losses exceed its interest in the associate, the Company has discontinued recognizing its share of further losses. Market value is based on last available quoted price as of 19 February 2018.

**12 FINANCE COST AND MARK-UP ACCRUED**

In addition to the non-provisioning of mark-up eligible for waiver as disclosed in note 22 of the annual financial statement for the year ended 30 June 2024, Company has not made the provision of mark-up for the period amounting to Rs. 320.479 million (up to 30 June 2024: Rs.1,150.485 million) in respect of borrowings of certain banks who have not yet accepted the restructuring proposal. The management of the Company is quite hopeful that these banks will also accept restructuring proposal in near future. Had the provision been made the loss for the period would have been higher by 320.479 million and accrued mark-up would have been higher and shareholders' equity would have been lower by 1,470.965 million. The said non-provisioning is departure from the requirements of IAS 23 - 'Borrowing Costs'.

	(Un-audited) March 31, 2025 ----- (Rupees) -----	(Un-audited) March 31, 2024
<b>13 (LOSS) PER SHARE - Basic and diluted</b>		
(Loss) after taxation	<u><u>(93,336,513)</u></u>	<u><u>(99,394,726)</u></u>
	----- (Number of shares) -----	
Weighted average number of shares	<u><u>46,064,609</u></u>	<u><u>46,064,609</u></u>
	----- (Rupees) -----	
(Loss) per share - Basic and diluted	<u><u>(2.03)</u></u>	<u><u>(2.16)</u></u>

**14 TRANSACTIONS WITH RELATED PARTIES**

Related parties include associated group companies, directors, executives, key management personnel and staff retirement funds. Material transactions and balances with related parties incurred during the period consisted of following heads:

**14.1 Staff Provident fund**

Staff provident fund	<u><u>31,312</u></u>	<u><u>64,044</u></u>
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**15 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS**
**15.1 Financial risk factors**

The Company is exposed to the credit risks, liquidity risks and market risks (including currency rate risk and other price risk) from its use of financial instruments.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital.

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors is responsible for developing and monitoring the Company's risk management policies.

The Company's objective in managing risk is the creation and protection of shareholders value. The Company's risk management policies are established to identify and analyze the risk faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Board of Directors reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

There have been no changes in the risk management policies during the period, consequently these condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

**15.2 Fair value hierarchy**

Fair value is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

The fair value hierarchy has not been presented in these financial statements, as the Company does not hold any such financial instrument in its portfolio.

**16 CORRESPONDING FIGURES**

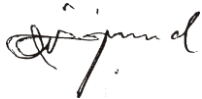
In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", condensed interim statement of financial position has been compared with the balances of annual financial statements, whereas condensed interim statement of profit or loss, statement of cash flows and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year.

**17 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorized for issue on 28th April, 2025 by the Board of Directors of the Company.

**18 GENERAL**

Figures have been rounded off to the nearest rupee.



**Ishtiaq Ahmed**  
CEO & Director



**Muhammad Irfan Ali**  
Chief Financial Officer



**Syed Asim Abid Ali**  
Chairman Board of Directors



## دیوان ٹیکسٹائل ملز لمیٹڈ

### ڈائریکٹر ز رپورٹ

شروع کرتا ہوں اللہ تعالیٰ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے  
اگر تم شکر ادا کرو گے تو میں تم پر (نعمتوں میں) ضرور اضافہ کروں گا (القرآن)

محترم حصص یافتگان،  
السلام علیکم!

آپ کی کمپنی کے بورڈ آف ڈائریکٹر ز اختتامی مالیاتی سال 31 مارچ 2025ء کو ختم ہونے والی نو ماہی مدت کیلئے کمپنیز ایکٹ 2017ء کے سیکشن 237 اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ کوڈ آف کارپوریٹ گورننس کی تعمیل کرتے ہوئے غیر میعاد عبوری مالیاتی حسابات پیش کرنے پر خوشی محسوس کر رہے ہیں۔

### معاشی و صنعتی جائزہ

ملک میں جاری معاشی دباؤ کے باعث رواں مالی سال 2024-25 کے دوران پاکستان کی معیشت کو درپیش مشکلات نے صنعتی شعبے، بالخصوص ٹیکسٹائل کی صنعت کو بری طرح متاثر کیا۔ سیاسی اور معاشی عدم استحکام کے باعث کاروباری صورتحال بے حد مشکل ہو چکی ہے، خاص طور پر آن کمپنیوں کے لیے جو پرانی مشینری پر انحصار کر رہی ہیں اور بحالی کی کوششوں میں مصروف ہیں۔ ٹیکسٹائل کا شعبہ پاکستان کی معیشت میں کلیدی حیثیت رکھتا ہے، لیکن موجودہ حالات میں یہ کئی سنگین مسائل سے دوچار ہے۔ گلوبل مارکیٹ میں مسابقت برقرار رکھنے میں ایک بڑی رکاوٹ موجودہ بلند سطح کی ٹیکس پالیسی ہے، جو صنعت کی پیداواری لاگت کو بڑھا رہی ہے۔ مزید برآں، مقامی سطح پر کپاس کی پیداوار اور اس کے معیار میں واضح کمی نے بھی صورتحال کو مزید بگاڑا ہے۔ اس وقت اسپننگ انڈسٹری کو جس اہم چیلنج کا سامنا ہے، وہ چین سے درآمد ہونے والے یارن میں نمایاں اضافہ ہے، جس نے مقامی صنعت کے لیے خطرے کی گھنٹی بجادی ہے۔ درآمد شدہ یارن کی مقامی مارکیٹ میں دستیابی نے نہ صرف مقامی یارن کی مانگ کو متاثر کیا ہے بلکہ اس کی قیمتوں کو بھی دباؤ میں رکھا ہے، جس کے باعث اسپننگ ملز اپنی پیداواری لاگت پوری کرنے میں ناکام ہو رہی ہیں۔ اس خراب صورت حال کے نتیجے میں بڑی تعداد میں فیکٹریاں بند ہو چکی ہیں۔ ٹیکسٹائل صنعت کو درپیش ایک اور بڑا مسئلہ توانائی کے وسائل کی بلند لاگت اور ان کی محدود دستیابی ہے، خصوصاً گیس اور بجلی کی فراہمی۔ توانائی کی قیمتوں میں تیزی سے اضافے نے ٹیکسٹائل سازکاروں، خاص طور پر اسپننگ سیکٹر، پر مالی بوجھ ناقابل برداشت حد تک بڑھا دیا ہے۔ ان چیلنجز پر قابو پانے کے لیے بنیادی اصلاحات اور حکمت عملی پر مبنی اقدامات ناگزیر ہیں، تاکہ ٹیکسٹائل شعبہ ملکی معیشت میں اپنا موثر کردار جاری رکھ سکے۔ اس شعبے کو خطے کے دیگر ممالک جیسے بھارت، بنگلہ دیش اور ویتنام کے ساتھ برآمدی منڈیوں میں موثر مسابقت کے لیے علاقائی سطح پر مسابقتی بجلی اور گیس کی فراہمی۔ توانائی کی قیمتوں میں تیزی سے اضافے نے ٹیکسٹائل سازکاروں، خاص طور پر اسپننگ سیکٹر، پر مالی بوجھ ناقابل برداشت حد تک بڑھا دیا ہے۔ ان چیلنجز پر قابو پانے کے لیے بنیادی اصلاحات اور حکمت عملی پر مبنی اقدامات ناگزیر ہیں، تاکہ ٹیکسٹائل شعبہ ملکی معیشت میں اپنا موثر کردار جاری رکھ سکے۔ اس شعبے کو خطے کے دیگر ممالک جیسے بھارت، بنگلہ دیش اور ویتنام کے ساتھ برآمدی منڈیوں میں موثر مسابقت کے لیے علاقائی سطح پر مسابقتی بجلی اور گیس کے نزخوں کی ضرورت ہے۔ مثبت پہلو یہ ہے کہ اس وقت زرمبادلہ کی شرح مستحکم ہے اور مہنگائی کی شرح نسبتاً کم ہے۔



### عملی نتائج (فیکٹری بند):

اس سال بھی کمپنی کی صافی پیداواری فروخت پیداوار معطل ہونے کی وجہ سے صفر رہی۔ کمپنی نے وقتی طور پر دسمبر 2015ء سے اپنی پیداوار کے عمل کو معطل کر دیا ہے جو کہ صنعت میں نامساعد مشکلات اور کام چلانے کے لیے سرمایہ میں کمی کی وجہ سے ہے۔ مجموعی عبوری مالی بیانات تشویش کا اظہار کرتے ہوئے تیار کیئے گئے ہیں کیونکہ کمپنی نے اپنے قرض دہندگان سے بغیر مارک اپ کے واجبات کی مزید تشکیل نو کے لیے رابطہ کیا ہے، جو اس وقت زیر عمل ہے۔ انتظامیہ پر امید ہے کہ یہ نظر ثانی جلد حتمی شکل اختیار کر لے گی۔

### مستقبل کا نظریہ:

یہ بات نوٹ کرنا ضروری ہے کہ دنیا بھر میں جاری تجارتی جنگ اور مستقبل میں ٹیرف کی عدم وضاحت کے باعث کساد بازاری کے خدشات نے ٹیکسٹائل انڈسٹری کی کارکردگی پر منفی اثرات مرتب کر سکتے ہیں۔ ملک کی طویل مدتی اقتصادی استحکام متعدد عوامل پر منحصر ہوگا، جن میں سیاسی استحکام، فعال و محتاط مالی پالیسی کی نفاذ، حکومت کی طرف سے ٹیکسوں کے لیے مستحکم اور معقول پالیسی، انفر ڈاسٹرکچر پر ٹیلیفون کی مسلسل فراہمی اور کم لاگت والی موثر قرضہ سہولتوں کی دستیابی شامل ہیں۔ اس تناظر میں، یہ اہم ہے کہ برآمدی صنعتوں بشمول ٹیکسٹائل کی معاونت کی اہمیت کو تسلیم کیا جائے، کیونکہ یہ ڈالر کی خالص آمدنی میں اضافہ کرتی ہیں اور اقتصادی استحکام کو فروغ دیتی ہیں۔ ہمیں امید ہے کہ حکومت اور متعلقہ فریقین اسپننگ سیکٹر کی حمایت کے لیے مناسب اقدامات اٹھائیں گے، جو کاروباری اعتماد میں اضافہ کر سکیں اور ہماری بین الاقوامی مقامی مسابقت کو بہتر بنائیں۔ ان اقدامات میں توانائی کے نرخوں میں کمی، مقامی صنعتوں کے تحفظ کے لیے دھاگے کی درآمد پر پابندی، ٹیکسوں کی معقولیت اور برآمدات کی سہولت فراہم کرنا شامل ہو سکتے ہیں۔

### نتیجہ:

نتیجہ کے حوالے سے ہم اللہ تعالیٰ رحمن و رحیم سے دعا کرتے ہیں وہ اپنے حبیب حضرت محمد ﷺ کے طفیل اپنی رحمت، ہدایات اور فضل و کرم ہم پر اسی طرح قائم رکھے جو کہ نہ صرف ہم پر بلکہ ہماری کمپنی اور ہمارے ملک پر بھی اپنی رحمت نازل کرے، ہم اللہ تعالیٰ سے یہ بھی دعا کرتے ہیں کہ تمام مسلم ائمہ کے مابین صحیح اسلامی جذبہ، اخوت اور بھائی چارگی پیدا کرے۔ آمین ثناء آمین۔

میرا پروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)

بورڈ آف ڈائریکٹرز کی جانب سے

سید عامر عابد علی

چیئر مین۔ بورڈ آف ڈائریکٹرز

اشتیاق احمد

چیف ایگزیکٹو آفیسر اینڈ ڈائریکٹر

مورخہ: 28 اپریل 2025ء