

Final

**3RD QUARTERLY ACCOUNTS
FOR NINE MONTHS ENDED
MARCH 31,2025
(UN AUDITED)**

GULISTAN TEXTILE MILLS LIMITED

GULISTAN TEXTILE MILLS LIMITED
COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Waqar Ahmed (Chairman)
Mr. Naseer Ahmed (Chief Executive)
Mr. Muhammad Younas
Mr. Junaid Hussain Shah
Mr. Mian Muhammad Khalid Nasim
Mrs. Nazia Waqar
Mr. Bashrat Mahmood Khalid

AUDIT COMMITTEE

Mr. Junaid Hussain Shah (chairman)
Mr. Waqar Ahmed
Mr. Bashrat Mahmood Khalid

HR & REMUNERATION COMMITTEE

Mrs. Nazia Waqar (chairman)
Mr. Waqar Ahmed
Mr. Bashrat Mahmood Khalid

CHIEF FINANCIAL OFFICER

Mr. Akhtar Aziz

COMPANY SECRETARY

Mr. Asmar Tariq

AUDITORS

M/s Malik Haroon Ahmed & Co
Chartered Accountants
Lahore.

LEGAL ADVISOR

M/s. A.K. Brohi & Company-Advocate

SHARE REGISTRAR OFFICE

M/s. Hameed Majeed Associates (Pvt) Ltd.
Karachi Chamber
Hasrat Mohani Road Karachi
Ph. 32424826, 32412754, Fax. 32424835

REGISTERED OFFICE

2nd Floor, Finlay House,
I.I. Chundrigar Road,
Karachi.

REGIONAL OFFICE

2nd Floor, Garden Heights,
8Aibak Block, New Garden Town,
Lahore.

WEB PRESENCE

www.gulistan.com.pk/corporate/gulistan.html



Gulistan Textile Mills Limited

2nd Floor Finlay House I.I. Chundrigar Road ,
Karachi (Pakistan)

Director's Report to Shareholders

The Director of your company pleased to present unaudited financial statements of the Company for the nine months ended March 31, 2025.

Operating & Financial Performance

Operating indicators	Nine Months Ended March 31,2025	Nine Months Ended March 31,2024
	(Rupees)	(Rupees)
Sales	-	-
Gross loss	-	-
Pre tax Profit/ (Loss)	(44,578,469)	(10,552,664)
Provision for taxation	-	-
Profit / (Loss) after taxation	(44,578,469)	(10,552,664)

Over View:

The Company has initiated the debt restructuring process with the help of the key lending financial institutions. In this regard a Scheme of Arrangement under section 279 to 283 & 285 of the Companies Act 2017 (Scheme of Arrangement) has already been sanctioned by the Hon'ble Sindh High Court at Karachi (the "Court") vide order dated 24.11.2021. The Scheme will be implemented in letter and spirit as sanctioned by the Court. As per the Scheme of Arrangement all the litigation with Banks will be withdrawn both by and against the company.


Future Outlook

The restructuring process is expected to be completed soon, once the ongoing restructuring process is completed, we would be in better position to structure the way forward.

Acknowledgement

The Board wishes to place on record its appreciation for the employees, members of management team for their efforts, commitment and hard work during this tough time.


On behalf of the Board


NASEER AHMED
CHIEF EXECUTIVE
Lahore:- 28.04.2025

GULISTAN TEXTILE MILLS LIMITED
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2025

		(UN-AUDITED)	(AUDITED)
	NOTE	March 31, 2025	June 30, 2024
-----Rupees-----			
ASSETS			
Property, plant and equipment		-	-
Disposal group under scheme of arrangement	5	52,801,235	52,801,235
Advances deposits and prepayments		864,073	10,016,273
Trade deposits and other receivables	6	342,500,000	342,500,000
Tax refunds due from Government	7	14,622,174	19,652,607
Cash and bank balances	8	27,362,200	23,773,634
TOTAL ASSETS		438,149,682	448,743,749
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
30,000,000 (June 30, 2024 : 30,000,000) Ordinary shares of Rs. 10 each		300,000,000	300,000,000
Share capital		189,838,990	189,838,990
Reserves		576,748,715	576,748,715
Surplus on revaluation of property, plant and equipment		29,596,402	29,596,402
Sub-Ordinated Loan		423,800,000	423,800,000
Accumulated losses		(9,619,862,586)	(9,575,284,117)
Total equity		(8,399,878,479)	(8,355,300,010)
LIABILITIES			
Payable to banking companies under scheme of arrangements	9	5,640,188,000	5,640,188,000
Loan from associates and others		288,103,651	251,140,651
Post employment benefits payables		80,492,487	80,492,487
Trade and other payables	10	252,297,082	255,275,679
Accrued mark up / interest	11	2,576,646,000	2,576,646,000
Unclaimed dividend		300,942	300,942
CONTINGENCIES AND COMMITMENTS		12	
TOTAL EQUITY & LIABILITIES		438,149,682	448,743,749

The annexed notes form an integral part of this condensed interim financial information.


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

NOTE	Quarter Ended	Nine Months Period Ended	Quarter Ended	Nine Months Period Ended
	March 31, 2025		March 31, 2024	
	-----Rupees-----			

The annexed notes form an integral part of this condensed interim financial information.

CHIEF FINANCIAL OFFICER

DIRECTOR

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

NOTE	Quarter Ended	Nine Months Period Ended	Quarter Ended	Nine Months Period Ended
	March 31, 2025		March 31, 2024	
	-----Rupees-----			
Profit/(Loss) for the period	(28,774,273)	(44,578,469)	(4,295,076)	(10,552,664)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	(28,774,273)	(44,578,469)	(4,295,076)	(10,552,664)

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


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER


DIRECTOR

GULISTAN TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

Nine Months Period Ended	
March 31, 2025	March 31, 2024
-----Rupees-----	

CASH FLOWS FROM OPERATING ACTIVITIES:

Net Profit/(loss) before taxation	(44,578,469)	(10,552,664)
Adjustments for :		
Depreciation	-	339,617
Finance cost	12,267	10,411
(Profit) before working capital changes	(44,566,202)	(10,202,636)
Change in working capital		
(Increase) / decrease in current assets		
Trade debts	9,152,200	12,535,870
Tax refunds due from Government	5,030,433	-
Increase / (decrease) in current liabilities	14,182,633	12,535,870
Loan from associates and others	36,963,000	(1,485,000)
Trade and other payables	(2,978,598)	(36,000)
Cash generated from operating activities	3,600,834	812,234
(Payments)/Receipts for:		
Finance cost paid	(12,267)	(10,411)
Net cash generated from (used in) operating activities	3,588,567	801,823
Net decrease in cash and cash equivalents	3,588,567	801,823
Cash and cash equivalents at beginning of the period	23,773,633	23,998,180
Cash and cash equivalents at end of the period	27,362,200	24,800,003
Cash and cash equivalents comprise of the following :-		
Cash and bank balances	27,362,200	24,800,003
	27,362,200	24,800,003

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE

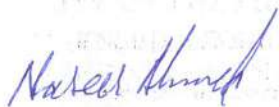
CHIEF FINANCIAL OFFICER

DIRECTOR

GULISTAN TEXTILE MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

SHARE CAPITAL	CAPITAL RESERVE			REVENUE RESERVE		Subordinated loan from directors	TOTAL
	Share premium	Other reserves	Revaluation surplus	General reserve	Accumulated losses		
-----Rupees-----							
189,838,990	379,080,000	(6,252,679)	910,658,520	203,921,394	(11,191,606,158)	423,800,000	(9,090,559,933)
-	-	-	-	-	(10,552,664)	-	(10,552,664)
189,838,990	379,080,000	(6,252,679)	910,658,520	203,921,394	(11,202,158,822)	423,800,000	(9,101,112,597)
189,838,990	379,080,000	(6,252,679)	29,596,402	203,921,394	(9,575,284,117)	423,800,000	(8,355,300,010)
-	-	-	-	-	(44,578,469)	-	(44,578,469)
189,838,990	379,080,000	(6,252,679)	29,596,402	203,921,394	(9,619,862,586)	423,800,000	(8,399,878,479)

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



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

GULISTAN TEXTILE MILLS LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
AS AT MARCH 31, 2025 (UNAUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Gulistan Textile Mills Limited ("the Company") was incorporated on February 02, 1966 in Pakistan as a private company limited by shares and was converted into public limited company on April 11, 1966. The shares of the Company are listed on Pakistan Stock Exchange Limited (PSX). The Company was principally engaged in the manufacturing and sale of yarn, fabrics and other ancillary products. The registered office is located at Finlay House, I.I. Chundrigar Road, Karachi.

1.2 Scheme of arrangement with secured creditors

The Company along with its restructuring agent – United Bank Limited and majority of the lending financial institutions has signed a "Scheme of Arrangement" under sections 279 to 283 read with section 285 of the Companies Act, 2017 ("the Act"). The Sindh High Court through its order dated 24.11.2021, has sanctioned the scheme. The Scheme after its sanction from the Court is now binding on the Company, along with all the shareholders, creditors, stakeholders and any other regulatory / statutory bodies of/ or with respects to the Company. The Scheme seeks to record the terms and conditions of a legally binding compromise and arrangement between the secured creditors on one part and the Company and its directors and sponsors on the other part, for ensuring, inter alia, the settlement of the existing liabilities and ancillary measures as follows:

- (a) Constitution of an Assets Sales Committee having such powers and undertaking such functions as stated in the Scheme;
- (b) Settlement and repayment of the existing liabilities pursuant to the sale of all moveable and immovable items of fixed assets of the Company, by and under the supervision of the Asset Sale Committee, the proceeds from which are to be distributed inter se the secured creditors in accordance with the provisions of this Scheme;
- (c) Pooling of securities over the charged assets which are available with the secured creditors, to be shared amongst all the secured creditors on a pari passu basis in proportion to their share of the existing liabilities – principal portion (irrespective of charge), upon the release of the security interests over the charged assets for the purposes of consummating the sales thereof in the manner prescribed under the Scheme;
- (d) Release of the pledged stock, and sales thereof for the purposes specified under the Scheme;
- (e) Provision of the additional Security by the Company to form part of the Sale Assets ("charged assets plus additional security") which shall be sold in the manner detailed in the Scheme;
- (f) The withdrawal of all legal proceedings (refer to note litigation with banks and financial institutions), in terms of scheme of arrangement.

2 BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information is un-audited and is being submitted to the members in accordance with section 237 of the Companies Act, 2017. It has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. This condensed interim financial information does not include all the information required for annual financial statements and therefore, should be read in conjunction with the audited annual financial statements of the Company for the year ended June 30, 2024.

2.2 Basis of measurement

Due to the Scheme as described in note 1.2 to these financial statements, the directors have determined that the going concern basis of preparation of financial statements is no longer appropriate. Accordingly, these financial statements have been prepared on liquidation/break-up value basis, following the intention of the parties to settle the liabilities through proceeds of disposal of assets of the company as contemplated in the scheme.

2.3 Summary of Material accounting policies

The accounting policies adopted for the preparation of this condensed interim financial information are same as those applied in the preparation of preceding audited annual financial statements of the Company for the year ended June 30, 2024.

2.3.1

Standards, amendments and interpretations to approved accounting standards that are effective in the current year

There are certain standards, amendments and interpretations to approved accounting standards that are effective in the current year 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 unconsolidated condensed interim financial statements.

2.3.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments and interpretations to approved accounting standards that are effective for accounting periods beginning on July 1, 2024 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 unconsolidated condensed interim financial information.

2.4 Accounting Estimates and Judgements

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates and assumptions. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. However, actual results may differ from these estimates.

		March 31, 2025	June 30, 2024
	Note	Rupees	Rupees
4	PROPERTY, PLANT AND EQUIPMENT		
Property, plant and equipment		-	-
Depreciation charge has been allocated as follows:			
Cost of goods manufactured		-	-
Administrative expenses		-	452,826
		-	452,826

5	DISPOSAL GROUP UNDER SCHEME OF ARRANGEMENT		
	Note	Rupees	Rupees
Owned			
Freehold land		52,801,235	52,801,235
Lease hold land		-	-
Building on Freehold land		-	-
Building on Lease hold land		-	-
Plant and machinery		-	-
Power houses		-	-
Tools and equipment		-	-
Leased			
Plant and machinery		-	-
Power houses		-	-
Impairment Loss		-	-
		52,801,235	52,801,235

The Company along with its restructuring agent - United Bank Limited and majority of the lending financial institutions has signed a "Scheme of Arrangement" under sections 279 to 283 read with section 285 of the Companies Act, 2017 ("the Act") as detailed in note 1.3. Hence, above mentioned assets has been classified and presented under disposal group under scheme of arrangement.

		March 31, 2025	June 30, 2024
	Note	Rupees	Rupees
9	PAYABLE TO BANKING COMPANIES UNDER SCHEME OF ARRANGEMENT		
		5,640,188,000	5,640,188,000

This represents payable to banking companies under scheme of arrangement as detailed below:

The Company along with its restructuring agent - United Bank Limited and majority of the lending financial institutions have signed a "Scheme of Arrangement" under sections 279 to 283 read with section 285 of the Companies Act, 2017 ("the Act"). Under this Scheme, the existing financial obligations / liabilities of the Company towards the secured creditors shall be settled by way of sale of moveable and immovable assets of the Company including land, building & plant and machinery and payment of the proceeds thereof to the secured creditors as contemplated under the Scheme of arrangement.

The said Scheme has been agreed-upon by the majority of the secured creditors and shareholders of the Company as stipulated in the Act, in their respective meeting held on August 07, 2019. The Scheme has been filed before the Honorable High Court of Sindh for an order passed in this respect. The Scheme seeks to record the terms and conditions of a legally binding compromise and arrangement between the secured creditors on one part and the Company and its directors and sponsors on the other part, for ensuring, inter alia, the settlement of the existing liabilities and ancillary measures as mentioned in note 1.2 to the annual financial statements for the year ended June 30, 2024..

		March 31, 2025	June 30, 2024
	Note	Rupees	Rupees
11	ACCRUED MARK-UP/ INTEREST		
Mark-up/ interest:			
- payables under scheme of arrangement		2,576,646,000	2,576,646,000
		2,576,646,000	2,576,646,000

12 CONTINGENCIES AND COMMITMENTS

Contingencies

There is no change in the matter detailed in note 22.1.1 to 22.1.11, 22.2.1 to 22.2.5 & 22.3.1 to 22.3.2 to the Company's published annual financial statements for the year ended June 30, 2024.

Commitments

There is no change in the matter detailed in note 22.4 to the Company's published annual financial statements for the year ended June 30, 2024.

13 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue on 28-04-2025 by the Board of Directors of the Company.

GENERAL

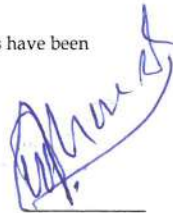
All figures except June 30, 2024 figures appearing in the financial statements are un audited. Figures have been rounded off to the nearest rupee.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR