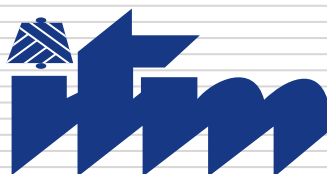


IDREES

TEXTILE MILLS LIMITED

CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE NINE MONTHS ENDED
MARCH 31, 2025
(UN-AUDITED)



COMPANY INFORMATION

| | | |
|----------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|
| BOARD OF DIRECTORS | Mr. Rizwan Idrees Allawala | - Chairman |
| | Mr. S. M. Mansoor Allawala | - Executive Director / CEO |
| | Mr. Omair Idrees Allawala | - Executive Director |
| | Ms. Aamnah Mansoor | - Non - Executive Director |
| | Mr. Muhammad Beyaz Aftab | - Non - Executive Director |
| | Syed Masud Arif | - Independent Director |
| | Ms. Azra Yaqub Vawda | - Independent Director |
| COMPANY SECRETARY | Syed Shahid Sultan | |
| CHIEF FINANCIAL OFFICER | Mr. Muhammad Jawaid | |
| AUDITORS | M/s. BDO Ebrahim & Co. Chartered Accountants | |
| AUDIT COMMITTEE | Ms. Azra Yaqub Vawda | - Chairperson |
| | Syed Masud Arif | - Member |
| | Ms. Aamnah Mansoor | - Member |
| | Syed Shahid Sultan | - Secretary |
| HUMAN RESOURCE & REMUNERATION COMMITTEE | Syed Masud Arif | - Chairman |
| | Ms. Aamnah Mansoor | - Member |
| | Ms. Azra Yaqub Vawda | - Member |
| BANKERS | National Bank of Pakistan Bank Alfalah Limited Habib Metropolitan Bank Ltd. Meezan Bank Ltd. Bank of Punjab Ltd. BankIslami Pakistan Ltd. Askari Bank Limited Dubai Islamic Bank Pakistan Ltd. Samba Bank Limited Bank Al-habib Limited | |
| REGISTERED OFFICE | 6-C, Ismail Centre, 1st Floor, Central Commercial Area, Bahadurabad, Karachi - 74800. | |
| MILLS | Kot Shah Mohammad, Tehsil Nankana, District Nankana, Punjab. www.idreestextile.com | |
| SHARES REGISTRAR | M/S. JWAFFS Registrar Services (Pvt) Ltd. Office no. 20, 5th Floor Arkay Square Extension New Chali, Sharah-e-Liaquat, Karachi. | |

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2025 (UN-AUDITED)

The directors are pleased to present their review along with the unaudited condensed interim financial statements of your Company for the nine months ended March 31, 2025.

The principal activity of the Company is manufacturing, processing and sale of all kinds of yarn and home textile. During the period under review, there has not been any material change in the Company's business activities.

FINANCIAL AND OPERATIONAL PERFORMANCE

During the period under review, the Company's turnover amounted to Rs. 3,868 million compared to Rs. 5,092 million in the same period of last year (SPLY). Gross profit amounted to Rs. 314 million compared to Rs. 526 million in SPLY. Finance cost amounted to Rs. 377 million (SPLY: Rs. 433 million) declining by Rs. 56 million compared to SPLY. Loss for the period amounted to Rs. 228 million (SPLY: Rs. 95 million). Loss per share worked out to Rs. 11.48 (SPLY: Rs. 4.78).

The textile sector, during this period, continued to operate in a challenging macroeconomic environment marked by rising input costs and subdued demand in both domestic and export markets. These external factors adversely affected the overall performance of the Company. Decline in turnover for the period is primarily attributable to reduced demand. Reduction in gross profit is also indicative of the effect of increased cost of production and lower sales volume. Significantly high tariff of energy is a major factor of high production cost. Import of yarn and fabric under the Export Facilitaion Scheme (EFS) has played havoc with the textile sector and especially the spinning sector in terms of yarn and fabric pricing and volume.

FUTURE OUTLOOK

Although the industry does expect a gradual stabilization in the macroeconomic environment, improvement in exports and government-led support for the textile sector, there is cautious optimism for swift recovery. We are constantly working on product and market diversification, improvement in operational efficiency and cost rationalization. Despite a number of cuts in interest rate, it is still higher than our regional competitors. In order to stimulate economic activity, interest rate must be brought down to a single digit. Conspicuous decline in local cotton production, along with quality concerns, is yet another major impediment for the spinning sector.

Your Company's management is cognizant of the difficult operating environment and is closely monitoring market trends and business conditions to proactively mitigate associated risks. The Board remains committed to steering your Company through ongoing challenges and positioning it for sustainable growth and profitability.

ACKNOWLEDGEMENT

We would like to acknowledge and thank all stakeholders including shareholders, bankers, suppliers, customers and employees for their continued trust and support.

For and on behalf of the Board



S. M. Mansoor Allawala
Chief Executive



Omair Idrees Allawala
Director

آپ کی کمپنی کے ڈائریکٹرز 31 مارچ 2025 کو ختم ہونے والی تیسری سہ ماہی اور نو ماہ کی مدت کے لئے اپنی جائزہ رپورٹ اور غیر آڈٹ شدہ کنڈینسڈ عبوری مالیاتی گوشوائے پیش کرتے ہوئے مسرت محسوس کرتے ہیں۔ کمپنی کی بنیادی سرگرمی ہر قسم کے دھاگے کی تیاری پر وسنگ اور فروخت ہے۔ کمپنی ہوم ٹیکسٹائل کے کاروبار میں بھی مصروف ہے زیر جائزہ مدت میں کمپنی کی کاروباری سرگرمیوں میں کوئی تبدیلی نہیں آئی ہے۔

مالیاتی اور آپریشنل جائزہ

زیر جائزہ مدت کے دوران کمپنی کا ٹرن اوور 3,868 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت کے دوران 5,092 ملین روپے تھا مجموعی منافع 314 ملین روپے رہا جب کہ گزشتہ سال کی اس مدت میں یہ 526 ملین روپے تھا۔ مالیاتی لاگت 377 ملین روپے رہی (گزشتہ تقابلی مدت میں: 433 ملین روپے) جو کہ گزشتہ سال کی نسبت 56 ملین روپے کم ہے۔ اس مدت میں 228 ملین روپے نقصان کے مقابلے میں تقابلی مدت میں نقصان 95 ملین روپے تھا۔ فی حصص نقصان 11.48 روپے رہا (تقابلی مدت میں 4.78 روپے)

زیر جائزہ مدت کے دوران ٹیکسٹائل سیکٹر نے ایک مشکل معاشی ماحول میں کام کیا جس کی وجہ سے بڑھتی ہوئی پیداواری لاگت اور ملکی و برآمدی منڈیوں میں کمزور طلب کا سامنا رہا۔ ان بیرونی عوامل نے کمپنی کی کارکردگی کو منفی طور پر متاثر کیا۔ اس مدت میں ٹرن اوور میں کمی کمزور طلب کی وجہ سے ہوئی ہے۔ مجموعی منافع میں کمی بڑھتی ہوئی پیداواری لاگت اور فروخت میں کمی کا نتیجہ ہے۔ توانائی کے بلند نرخ پیداواری لاگت میں اضافے کا ایک بڑا سبب ہے۔ ایکسپورٹ فیسلٹیشن اسکیم (EFS) کے تحت دھاگے اور کپڑے کی درآمد نے خاص طور پر اسپننگ سیکٹر کو قیمتوں اور طلب کے لحاظ سے بری طرح متاثر کیا ہے

مستقبل پر نظر

اگرچہ انڈسٹری کو توقع ہے کہ میکرو اکنامک ماحول میں بتدریج استحکام آئے گا، برآمدات میں بہتری ہوگی اور حکومت کی جانب سے ٹیکسٹائل سیکٹر کے لئے امدادی اقدامات کیے جائیں گے، تاہم تیزی سے بہتری کے بارے میں محتاط امید ہے۔ ہم مصنوعات اور منڈیوں میں تنوع، آپریشنل کارکردگی میں بہتری اور اخراجات میں کمی پر

مستقل کام کر رہے ہیں۔ شرح سود میں متعدد بار کمی کے باوجود یہ اب بھی ہمارے علاقائی حریفوں کے مقابلے میں زیادہ ہے۔ معیشت کو تحریک دینے کے لئے ضروری ہے کہ شرح سود کو سنگل ہند سے تک لایا جائے۔ مقامی کپاس کے پیداوار میں نمایاں اور معیار سے تعلق خدشات بھی سپننگ سیکٹر کے لئے ایک بڑی رکاوٹ ہیں۔ آپ کی کمپنی کی انتظامیہ مشکل کاروباری ماحول سے بخوبی آگاہ ہے اور خطرات کو کم کرنے کے لئے مارکیٹ کے رجحانات اور کاروباری حالات پر گہری نظر رکھے ہوئے ہے۔ بورڈ کمپنی کو موجودہ چیلنجز سے نکال کر پائیدار ترقی اور منافع کی راہ پر گامزن کرنے کے لئے پر عزم ہے۔

اظہار تشکر

ہم تمام اسٹیک ہولڈرز بشمول شیئر ہولڈرز، بینکرز، سپلائرز، صارفین اور ملازمین کا ان کے مسلسل اعتماد اور حمایت پر تہ دل سے شکریہ ادا کرتے ہیں۔

منجانب بورڈ

ایس ایم منصور اللہ والا

ایس ایم منصور اللہ والا

چیف ایگزیکٹو

عمیرادر لیس اللہ والا

عمیرادر لیس اللہ والا

ڈائریکٹر

29 اپریل 2025

کراچی

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



| | | (Unaudited) March 31, 2025 | (Audited) June 30, 2024 |
|---------------------------------------------------------------------|------|-------------------------------|----------------------------|
| | Note | Rupees | |
| NON - CURRENT ASSETS | | | |
| Property, plant and Equipment | 4 | 3,318,442,487 | 3,374,850,004 |
| Long-term deposits | | 5,220,493 | 6,063,681 |
| | | 3,323,662,980 | 3,380,913,685 |
| CURRENT ASSETS | | | |
| Stores, spares and loose tools | | 47,977,428 | 53,563,125 |
| Stock-in-trade | 5 | 2,174,422,644 | 1,928,979,120 |
| Trade debts | | 1,267,923,903 | 1,106,843,748 |
| Loans and advances | | 58,284,272 | 89,784,901 |
| Short term deposits and prepayments | | 35,441,148 | 34,303,985 |
| Other receivables | | 273,654,648 | 188,203,848 |
| Other Financial Assets | | 244,318,850 | 200,455,670 |
| Cash and bank balances | | 25,324,111 | 8,607,548 |
| Advance Tax | | 64,440,773 | 47,238,331 |
| | | 4,191,787,778 | 3,657,980,276 |
| | | 7,515,450,758 | 7,038,893,961 |
| SHARE CAPITAL AND RESERVES | | | |
| Issued, subscribed, and paid-up capital | | 198,528,000 | 198,528,000 |
| Capital reserves | | | |
| Equity portion of loan from related parties | | 157,711,726 | 104,674,764 |
| Surplus on revaluation of Property, Plant & Equipments - net of tax | | 893,312,767 | 919,580,955 |
| Revenue reserves | | 1,079,199,902 | 1,280,923,111 |
| Total Equity | | 2,328,752,395 | 2,503,706,830 |
| NON-CURRENT LIABILITIES | | | |
| Long-term finance | | 598,293,279 | 486,099,774 |
| Deferred Government Grant | | 55,871,581 | 74,480,586 |
| Deferred liabilities | | 192,934,662 | 190,593,683 |
| | | 847,099,522 | 751,174,043 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 1,997,689,158 | 1,252,356,320 |
| Interest / mark-up accrued | | 87,523,203 | 114,013,686 |
| Short term borrowings | 6 | 1,882,570,831 | 2,034,831,736 |
| Current portion of | | | |
| long term loan | | 330,842,956 | 338,334,122 |
| deferred government grant | | 24,352,491 | 27,857,022 |
| Unclaimed Dividend | | 2,739,068 | 2,739,068 |
| Provision for taxation | | 13,881,133 | 13,881,134 |
| | | 4,339,598,841 | 3,784,013,088 |
| CONTINGENCIES AND COMMITMENTS | 7 | 7,515,450,758 | 7,038,893,961 |

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


CHAIRMAN / DIRECTOR


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDTED)
FOR THE THIRD QUARTER AND NINE MONTHS ENDED MARCH 31, 2025



| | | Nine Months Ended | | Quarter Ended | |
|-------------------------------------------|----|-------------------|-------------------|-------------------|-------------------|
| | | March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| Note | | (Rupees) | | | |
| Revenue from contract with customer - net | 8 | 3,868,152,463 | 5,091,987,508 | 1,392,229,278 | 1,615,552,006 |
| Cost of goods sold | 9 | (3,554,569,905) | (4,566,046,969) | (1,272,721,108) | (1,461,632,257) |
| Gross profit | | 313,582,558 | 525,940,539 | 119,508,170 | 153,919,749 |
| Distribution cost | | (48,085,017) | (60,050,250) | (17,273,271) | (14,439,996) |
| Administrative expenses | | (75,791,379) | (90,579,531) | (25,064,193) | (31,064,360) |
| | | (123,876,396) | (150,629,781) | (42,337,464) | (45,504,356) |
| | | 189,706,162 | 375,310,758 | 77,170,706 | 108,415,393 |
| Finance cost | | (376,674,821) | (432,666,826) | (104,647,799) | (152,704,342) |
| Other operating expenses | 10 | (33,981,781) | (42,841,815) | (8,406,853) | (9,493,146) |
| | | (220,950,440) | (100,197,883) | (35,883,946) | (53,782,095) |
| Other income | 11 | 20,507,626 | 31,426,496 | 2,494,251 | 13,917,331 |
| Profit before levy & taxation | | (200,442,814) | (68,771,387) | (33,389,695) | (39,864,764) |
| Levy: | | | | | |
| Final tax levy | | (14,272,564) | (32,598,211) | (6,170,648) | (8,434,422) |
| Minimum tax differential | | (30,364,136) | (22,720,520) | (9,516,709) | (9,600,862) |
| | | (44,636,700) | (55,318,731) | (15,687,357) | (18,035,284) |
| | | (245,079,514) | (124,090,118) | (49,077,052) | (57,900,048) |
| Taxation | | | | | |
| Prior | | 104,695 | (758,682) | - | - |
| Deferred | | 16,983,422 | 30,016,400 | - | - |
| | | 17,088,117 | 29,257,718 | - | - |
| (Loss) / Profit for the period | | (227,991,397) | (94,832,400) | (49,077,052) | (57,900,048) |
| Earnings per share - basic and diluted | | (11.48) | (4.78) | (2.47) | (2.92) |

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


CHAIRMAN / DIRECTOR


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER

| | <i>Nine Months Ended</i> | |
|-------------------------------------------------------------------------------------------------|---------------------------|-----------------------|
| | <i>March 31, 2025</i> | <i>March 31, 2024</i> |
| | <i>..... Rupees</i> | |
| Profit / (loss) for the period | (227,991,397) | (94,832,400) |
| OTHER COMPREHENSIVE INCOME | | |
| Items that will not be transferred subsequently to profit or loss | - | - |
| Adjustment of surplus on revaluation of property, plant and equipment due to change in tax rate | - | 35,362,349 |
| Total Comprehensive Income/(loss) for the period | (227,991,397) | (59,470,051) |

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



CHAIRMAN / DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

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



| | <i>Three Months Ended</i> | |
|-----------------------------------------------------------------|---------------------------|----------------|
| | March 31, 2025 | March 31, 2024 |
| | <i>..... Rupees</i> | |
| A. CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before levy & taxation | (200,442,814) | (68,771,387) |
| Adjustments for : | | |
| Depreciation | 95,989,059 | 97,069,366 |
| Provision for retirement benefit obligation | 21,527,100 | 24,832,440 |
| Realized Gain on other financial assets | - | (399,006) |
| Gain on sale of property, plant and equipment | (950,000) | (9,741,833) |
| Finance cost | 365,787,530 | 424,591,279 |
| Profit on deposits | | (20,758,754) |
| Finance cost on unwinding of discount on long-term finance from | 10,887,291 | 8,075,547 |
| Operating cash flows before working capital changes | 292,798,166 | 454,897,652 |
| Changes in working capital | | |
| (Increase) / decrease in current assets | | |
| Stores, spares and loose tools | 5,585,697 | 17,400,557 |
| Stock-in-trade | (245,443,524) | (353,655,113) |
| Trade debts | (161,080,155) | (282,940,738) |
| Loans and advances | 31,500,629 | 13,963,986 |
| Deposits and short term prepayments | (1,137,163) | (6,361,216) |
| Other receivables | (85,450,800) | 99,127,940 |
| | (456,025,317) | (512,464,584) |
| Increase / (decrease) in current liabilities | | |
| Trade and other payable | 745,332,838 | 430,926,877 |
| | 289,307,520 | (81,537,707) |
| Cash generated from operations | 582,105,687 | 373,359,945 |
| Finance cost paid | (403,165,304) | (388,212,274) |
| Retirement benefit obligation paid | (2,202,700) | (30,437,400) |
| Long term deposits decrease/(increased) | 843,188 | (1,385,000) |
| Income tax paid | (9,919,859) | (48,698,752) |
| Net cash used in operating activities | 167,661,012 | (95,373,481) |
| B. CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (40,381,542) | (69,030,785) |
| Proceed from disposal of property, plant and equipment | 950,000 | 38,500,000 |
| Sale of shares | - | 6,141,996 |
| Other financial asset - net | (43,863,180) | 7,496,789 |
| Net cash used in investing activities | (83,294,722) | (16,892,000) |
| C. CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Long-term finance paid | (56,388,823) | (104,212,334) |
| Long-term finance received/(paid) to related party | 141,000,000 | (6,148,312) |
| Long-term finance received from related party | - | - |
| Short-term borrowings - net | (47,566,876) | 109,440,249 |
| Proceeds from long-term finance | - | 61,199,200 |
| Lease rental paid - net | - | (1,662,282) |
| Net cash from financing activities | 37,044,302 | 58,616,521 |
| Net decrease in cash and cash equivalents (A+B+C) | 121,410,592 | (53,648,960) |
| Cash and cash equivalents at beginning of the period | (600,675,546) | (435,325,039) |
| Cash and cash equivalents at end of the period | (479,264,954) | (488,973,999) |
| Cash and cash equivalents | | |
| Cash and bank balances | 25,324,111 | 41,378,589 |
| Running finance | (504,589,065) | (530,352,588) |
| 12 | (479,264,954) | (488,973,999) |

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


CHAIRMAN / DIRECTOR


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER

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



| | <i>Issued, subscribed and paid up capital</i> | <i>Surplus on revaluation of property, plant and equipment net of tax</i> | <i>Equity portion of loan from related parties</i> | <i>Unappropriated profit</i> | <i>Total</i> |
|------------------------------------------------------------------------------------------|-----------------------------------------------------------|-------------------------------------------------------------------------------------------|----------------------------------------------------------------|----------------------------------|---------------|
| | <i>..... Rupees</i> | | | | |
| Balance at July 01, 2023 | 198,528,000 | 868,124,011 | 81,376,153 | 1,419,542,809 | 2,567,570,973 |
| Comprehensive Income | | | | | |
| (Loss)for the period ended March 31, 2024 | - | - | - | (94,832,400) | (94,832,400) |
| Other comprehensive income - net of tax | - | 35,362,349 | - | - | 35,362,349 |
| | - | 35,362,349 | - | (94,832,400) | (59,470,051) |
| Transfer from surplus on revaluation of property, plant and equipment on account: | | | | | |
| - revaluation surplus as at Mar 31, 2024 - net of tax | | 78,747,605 | | | 78,747,605 |
| - incremental depreciation charge thereon - net of tax | | (29,016,451) | | 29,016,451 | - |
| - disposals - net of tax | | | | | |
| | - | 49,731,154 | - | 29,016,451 | 78,747,605 |
| Transactions with related parties / owners | | | | | |
| Unwinding of discount on long-term loan from related parties | - | - | (8,075,547) | 8,075,547 | - |
| Fair value effect of interest free loan provided by related parties | - | - | 23,298,611 | | 23,298,611 |
| Balance at March 31, 2024 | 198,528,000 | 953,217,514 | 96,599,217 | 1,361,802,407 | 2,610,147,138 |
| Balance at July 1, 2024 | 198,528,000 | 919,580,955 | 104,674,764 | 1,280,923,111 | 2,503,706,830 |
| Total Comprehensive Income | | | | | |
| (Loss)for the period ended March 31, 2025 | - | - | - | (227,991,397) | (227,991,397) |
| Other comprehensive income - net of tax | - | - | - | - | - |
| | - | - | - | (227,991,397) | (227,991,397) |
| Transfer from surplus on revaluation of property, plant and equipment on account: | | | | | |
| - revaluation surplus as at Mar 31, 2025 - net of tax | | - | | - | - |
| - incremental depreciation charge thereon - net of tax | | (26,268,188) | | 26,268,188 | - |
| - disposals - net of tax | | | | | |
| | - | (26,268,188) | - | 26,268,188 | - |
| Transactions with related parties / owners | | | | | |
| Unwinding of discount on long-term loan from related parties | | | - | | - |
| Fair value effect of interest free loan provided by related parties | | | 53,036,962 | | 53,036,962 |
| Balance as at March 31, 2025 | 198,528,000 | 893,312,767 | 157,711,726 | 1,079,199,902 | 2,328,752,395 |

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


CHAIRMAN / DIRECTOR


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER

- 1** Idrees Textile Mills Limited (the Company) was incorporated in Pakistan as an unquoted public limited company on June 5, 1990 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and was listed on Pakistan Stock Exchange Limited on April 28, 1992. The registered office of the Company is situated at 6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad, Karachi in the Province of Sindh. The principal activity of the Company is manufacturing, processing and sale of all kinds of yarn. The Company is also engaged in business of Home Textile.

These are separate financial statements of the Company in which investment in subsidiary is stated at cost less impairment losses, if any. Following are the geographical location and address of all business units of the Company:

| Karachi | Purpose |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|
| 6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad | Head Office |
| Nankana Sahib | Purpose |
| Kot Shah Muhammad, Tehsil & District Nankana Punjab | Regional Office and Production Plant /Factory |
| In the year ended June 30, 2022, the Company acquired 100% ownership in ORA Home LLC (ORA), a limited liability company incorporated in New Jersey, USA on January 5, 2022. One of the directors of the Company is the member manager of ORA. Pursuant to the acquisition, ORA has become wholly owned subsidiary of the Company | |

2 BASIS OF PREPARATION

- 2.1** These unconsolidated 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 comprises 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
- Provision 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.

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

- 2.2** The comparative unconsolidated condensed interim statement of financial position presented has been extracted from unconsolidated annual financial statements for the year ended June 30, 2024; the comparative unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of other comprehensive income, unconsolidated condensed interim statement of cash flows and unconsolidated condensed interim statement of changes in equity of the Company have been extracted from the unaudited unconsolidated condensed interim financial statements for the nine months ended March 31, 2024. Unconsolidated condensed interim statement of profit or loss and other comprehensive income for the quarter ended March 31, 2025 was not subject to review by the external auditors.
- 2.3** These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency and figures presented in these condensed interim financial statements have been rounded off to the nearest rupee.

3. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGEMENTS

3.1 Significant accounting policies

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

3.2 Financial risk management

The financial risk management objective and policies are consistent with those disclosed in the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2024.

3.3 Fair Value of financial assets and liabilities

The carrying value of financial assets and financial liabilities reported in this unconsolidated condensed interim financial information approximates their fair values.

3.4 Estimates and judgments

Estimates, judgments and methods of computation adopted in the preparation of this unconsolidated condensed interim financial information are same as those applied in the preparation of the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2024.

4 PROPERTY, PLANT AND EQUIPMENT

During the period following additions and disposals were made: -

| | | (Unaudited) Nine months ended March 31, 2025 | | (Audited) Year ended June 30, 2024 | |
|----------------------------------------|-----|----------------------------------------------------|--------------------------|------------------------------------------|--------------------------|
| | | Additions | Disposals / transfers | Additions | Disposals / transfers |
| | | ----- Rupees ----- | | | |
| Operating fixed assets | | | | | |
| Factory Building | | - | | 909,854 | 199,596,399 |
| Plant and machinery (owned) (Addition) | 4.1 | 32,225,118 | (1,036,530) | 901,410 | |
| Plant and machinery (owned) Transfer | | - | | - | 1,338,606,071 |
| Office equipment | | 80,000 | | 68,500 | - |
| Furniture & Fixture | | - | | - | - |
| Vehicles (owned) | | 8,039,000 | | 8,842,200 | (29,872,700) |
| Vehicles (owned) Transfer | | 4,069,000 | | - | - |
| | | <u>44,413,118</u> | <u>-1,036,530</u> | <u>10,721,964</u> | <u>1,508,329,770</u> |
| CWIP | | | | | |
| Building | | 2,197,962 | | 2,160,537 | |
| Capital spares | | 7,549,799 | | 7,549,799 | |
| | | <u>9,747,761</u> | | <u>9,710,336</u> | |

4.1 Disposal of Machinery includes 1.2 Million against total loss insurance claim.

| | | (Unaudited) March 31 2025 Rupees | (Audited) June 30 2024 Rupees |
|----------------------------------|--|-----------------------------------------------------------------------|--------------------------------------------------------------------|
| 5. STOCK IN TRADE | | | |
| Raw Material - in hand | | 1,385,006,614 | 1,122,764,008 |
| - in transit | | 49,904,932 | 428,156,535 |
| Work in process | | | |
| Work in process - Home textile | | - | - |
| -Yarn | | 119,994,363 | 91,441,947 |
| -Home Textile | | 148,085,912 | 34,327,602 |
| | | 268,080,275 | 125,769,549 |
| Finished Goods | | 452,496,922 | 240,222,818 |
| Waste | | 18,933,901 | 12,066,210 |
| | | <u>2,174,422,644</u> | <u>1,928,979,120</u> |
| 6. SHORT TERM BORROWINGS | | | |
| From Banking Companies - secured | | <u>1,882,570,831</u> | <u>2,034,831,736</u> |

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

Letters of guarantee issued by banks on behalf of the Company 181,847,811 165,258,600

7.2 Commitments

Letters of credits opened and outstanding for import of:

| | | |
|------------------|-------------|-------------|
| - Raw material | 500,768,233 | 476,600,215 |
| - Stores & Spare | - | 6,471,076 |

| | (Unaudited) Nine Months ended | | (Unaudited) Quarter Ended | |
|-------------------------------------|----------------------------------|----------------------|------------------------------|----------------------|
| | March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| 8. SALES - NET | | | | |
| <u>Yarn</u> | | | | |
| -Export | 1,209,377,951 | 1,549,961,796 | 564,111,302 | 424,270,107 |
| -Indirect Export | - | 1,489,971,681 | - | 276,279,665 |
| -Local | 1,969,575,138 | 1,484,819,590 | 678,818,252 | 603,625,435 |
| | 3,178,953,089 | 4,524,753,067 | 1,242,929,554 | 1,304,175,207 |
| <u>Home Textile</u> | | | | |
| -Local | | 2,553,559 | - | - |
| - Export | 232,338,789 | 227,083,323 | 67,413,870 | 135,558,041 |
| | 232,338,789 | 229,636,882 | 67,413,870 | 135,558,041 |
| <u>Others</u> | | | | |
| -Waste | 201,648,980 | 269,100,215 | 58,125,240 | 118,610,815 |
| -Raw Material | 258,344,710 | 90,396,176 | 24,916,797 | 64,002,489 |
| Less: Brokerage & commission | (3,133,105) | (21,898,832) | (1,156,183) | (6,794,546) |
| Total | 3,868,152,463 | 5,091,987,508 | 1,392,229,278 | 1,615,552,006 |
| 9. COST OF SALES | | | | |
| Raw material consumed | 2,213,778,873 | 3,192,385,012 | 847,573,392 | 754,018,872 |
| Salaries, wages and benefits | 208,074,606 | 205,163,825 | 82,421,134 | 68,504,279 |
| Fuel and power | 811,171,733 | 723,429,101 | 303,356,216 | 206,880,335 |
| Depreciation | 91,464,725 | 89,212,881 | 30,665,406 | 30,305,107 |
| Stores and spares | 53,436,302 | 54,410,749 | 20,630,536 | 11,331,791 |
| Packing material | 54,643,956 | 58,497,782 | 20,442,832 | 16,209,358 |
| Insurance | 12,500,000 | 12,000,000 | 4,500,000 | 6,000,000 |
| Repairs and maintenance | 2,098,837 | 2,498,465 | 644,977 | 554,190 |
| Other manufacturing overheads | 7,139,605 | 7,792,482 | 2,837,808 | 2,891,112 |
| | 3,454,308,637 | 4,345,390,297 | 1,313,072,301 | 1,096,695,044 |
| Work-in-process | | | | |
| Opening stock | 91,441,947 | 76,496,220 | 120,355,769 | 143,111,149 |
| Closing stock | (119,994,363) | (81,776,576) | (119,994,363) | (81,776,576) |
| | (28,552,416) | (5,280,356) | 361,406 | 61,334,573 |
| Cost of goods manufactured | 3,425,756,221 | 4,340,109,941 | 1,313,433,707 | 1,158,029,617 |
| Finished goods | | | | |
| Opening stock | 252,289,028 | 460,111,663 | 415,539,082 | 593,884,794 |
| Yarn purchased | 19,000,000 | - | - | - |
| Yarn Transferred | (18,021,500) | (46,734,750) | (2,560,000) | (11,863,000) |
| Closing stock | (471,430,823) | (420,668,694) | (471,430,823) | (420,668,694) |
| | (218,163,295) | (7,291,781) | (58,451,741) | 161,353,100 |
| Cost of Home Textile | 35,790,017 | 147,482,720 | - | 78,703,867 |
| Cost of Raw Material Sold | 311,186,962 | 85,746,089 | 17,739,142 | 63,545,673 |
| | 3,554,569,905 | 4,566,046,969 | 1,272,721,108 | 1,461,632,257 |
| 10. OTHER OPERATING EXPENSES | | | | |
| Infrastructure cess | 19,243,571 | 20,131,763 | 2,654,360 | 1,594,671 |
| Exchange loss-net | 14,738,210 | 22,710,052 | 5,752,493 | 7,898,475 |
| | 33,981,781 | 42,841,815 | 8,406,853 | 9,493,146 |

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



| | (Unaudited) | | (Unaudited) | |
|-----------------------------------------|--------------------------|-------------------|----------------------|----------------------|
| | Nine Months ended | | Quarter Ended | |
| | March 31, | March 31, | March 31, | March 31, |
| | 2025 | 2024 | 2025 | 2024 |
| 11 OTHER OPERATING EXPENSES | | | | |
| Infrastructure cess | 19,243,571 | 20,131,763 | 2,654,360 | 1,594,671 |
| Exchange loss-net | 14,738,210 | 22,710,052 | 5,752,493 | 7,898,475 |
| | <u>33,981,781</u> | <u>42,841,815</u> | <u>8,406,853</u> | <u>9,493,146</u> |
| 12 OTHER INCOME | | | | |
| Income from financial assets | | | | |
| Profit on deposits | 19,414,594 | 20,758,754 | 2,436,874 | 7,179,503 |
| Dividend Income | - | 198,000 | - | - |
| Realized Gain on other financial assets | - | 399,006 | - | - |
| Sale of scrap | 143,032 | 177,460 | 57,377 | 80,328 |
| Exchange gain | - | - | - | - |
| Gain on disposal of PPE | 950,000 | 9,741,833 | - | 6,657,500 |
| Others | - | 151,443 | - | - |
| | <u>20,507,626</u> | <u>31,426,496</u> | <u>2,494,251</u> | <u>13,917,331</u> |
| 13 CASH AND CASH EQUIVALENTS | | | | |
| Cash and bank balances | | | 25,324,111 | 41,378,589 |
| Short-term borrowings | | | <u>(504,589,065)</u> | <u>(530,352,588)</u> |
| | | | <u>(479,264,954)</u> | <u>(488,973,999)</u> |

14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprises of associated undertakings, directors and key management personnel. The significant transactions with related parties during the period are as follows:

| | | (Unaudited) | |
|--------------------------------------|----------------------------------------------|---------------------------|------------------|
| | | Nine months ended | |
| | | March 31, | March 31, |
| | | 2025 | 2024 |
| | | (July - March) | |
| | | Rupees | |
| Relationship with Company | | | |
| Provident Fund of the Company | Contribution paid | | |
| Relationship with the Company | Nature of Transactions | | |
| ORA Home LLC - Subsidiary company | Sales | 51,340,612 | 47,946,458 |
| | amount received during the period | 62,987,860 | 25,337,166 |
| Provident Fund of the Company | Contribution made to provident fund | 1,672,255 | 1,842,394 |
| Key management personnel | Short-term employee benefit | 18,880,382 | 21,978,429 |
| (CEO, directors & executives) | | | |
| Non executive directors | Meeting Fee | 30,000 | 45,000 |
| Directors & related parties | amount received/(paid) during the period | 141,000,000 | (6,148,312) |
| | Unwinding of discount on loan from directors | 10,887,291 | 6,148,312 |

Directors and some executives are provided with free use of company maintained car.

15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information was authorized for issue on April 29, 2025 by the Board of Directors of the Company.

16 GENERAL

Figures have been rounded off to the nearest rupee.


CHAIRMAN / DIRECTOR


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2025 (UN-AUDITED)

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



ASSETS

Non-current assets

Property, plant and equipment
Long-term deposits
Long term investment

| | March 31, 2025 (Un-audited) | June 30, 2024 (Audited) |
|------|-----------------------------------|-------------------------------|
| Note | ----- (Rupees) ----- | |
| 5 | 3,318,442,487 | 3,374,850,004 |
| | 5,220,493 | 6,063,681 |
| | - | - |
| | <u>3,323,662,980</u> | <u>3,380,913,685</u> |

Current assets

Stores, spares and loose tools
Stock-in-trade
Trade debts
Loans and advances
Short term deposits and prepayments
Other receivables
Other financial assets
Cash and bank balances
Advance tax

| | | |
|---|----------------------|----------------------|
| 6 | 47,977,428 | 53,563,125 |
| | 2,165,338,510 | 1,928,979,120 |
| | 1,283,872,203 | 1,112,371,065 |
| | 58,284,272 | 89,784,901 |
| | 35,441,148 | 34,303,985 |
| | 273,654,648 | 188,203,848 |
| | 244,318,850 | 200,455,670 |
| | 29,274,095 | 15,914,192 |
| | 64,440,773 | 47,238,331 |
| | <u>4,202,601,928</u> | <u>3,670,814,237</u> |
| | <u>7,526,264,908</u> | <u>7,051,727,922</u> |

Total assets

EQUITY AND LIABILITIES

EQUITY

Share capital and reserves

Authorized
22,000,000 ordinary shares of Rs.10/- each
Issued, subscribed and paid-up capital

| | |
|--------------------|--------------------|
| 220,000,000 | 220,000,000 |
| <u>198,528,000</u> | <u>198,528,000</u> |

Capital reserves

Surplus on revaluation of property, plant and equipment - net of tax
Equity portion of loan from related parties

| | |
|--------------------|--------------------|
| 893,312,767 | 919,580,955 |
| <u>157,711,726</u> | <u>104,674,764</u> |

Revenue reserves

Exchange translation reserves
Unappropriated profit

| | |
|----------------------|----------------------|
| (7,909,198) | (7,944,267) |
| <u>1,089,426,311</u> | <u>1,271,889,720</u> |
| <u>2,331,069,606</u> | <u>2,486,729,172</u> |

Total equity

LIABILITIES

Non-current liabilities

Long-term finance
Deferred government grant
Deferred tax liability
Retirement benefit obligation

| | |
|--------------------|--------------------|
| 598,293,279 | 486,099,774 |
| 55,871,581 | 74,480,586 |
| 98,415,196 | 115,398,617 |
| <u>94,519,466</u> | <u>75,195,066</u> |
| <u>847,099,522</u> | <u>751,174,043</u> |

Current liabilities

Trade and other payables
Accrued mark-up
Short-term borrowings
Current portion of long-term finance
Current portion of lease liability
Current portion of deferred government grant
Unclaimed dividend
Provision for taxation

| | | |
|---|----------------------|----------------------|
| 7 | 2,002,824,897 | 1,275,209,410 |
| | 87,523,203 | 114,013,686 |
| | 1,885,932,031 | 2,041,790,265 |
| | 330,842,956 | 338,334,122 |
| | - | - |
| | 24,352,491 | 27,857,022 |
| | 2,739,068 | 2,739,068 |
| | 13,881,134 | 13,881,134 |
| | <u>4,348,095,780</u> | <u>3,813,824,707</u> |
| | <u>5,195,195,302</u> | <u>4,564,998,750</u> |
| | <u>7,526,264,908</u> | <u>7,051,727,922</u> |

Total liabilities

Total equity and liabilities

CONTINGENCIES AND COMMITMENTS

8

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

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

| | | Nine Months Ended | | Quarter Ended | |
|---------------------------------------------|----|-------------------|-------------------|-------------------|-------------------|
| | | March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| Note | | (Rupees) | | | |
| Sales - net | 9 | 3,892,830,318 | 5,074,901,622 | 1,414,373,601 | 1,599,078,921 |
| Cost of sales | 10 | (3,560,808,742) | (4,546,445,873) | (1,284,434,707) | (1,443,844,782) |
| Gross profit | | 332,021,576 | 528,455,749 | 129,938,894 | 155,234,139 |
| Distribution cost | | (52,624,430) | (60,050,250) | (21,053,462) | (14,439,996) |
| Administrative expenses | | (81,455,240) | (93,259,601) | (29,922,095) | (31,390,256) |
| | | (134,079,670) | (153,309,851) | (50,975,557) | (45,830,252) |
| | | 197,941,906 | 375,145,898 | 78,963,337 | 109,403,887 |
| Finance cost | | (376,811,395) | (432,757,056) | (104,732,043) | (152,737,791) |
| Other operating expenses | 11 | (33,981,781) | (42,841,815) | (8,406,853) | (9,493,146) |
| | | (212,851,270) | (100,452,973) | (34,175,559) | (52,827,050) |
| Other income | 12 | 20,507,626 | 31,480,640 | 2,494,251 | 13,917,529 |
| Profit before levy & taxation | | (192,343,644) | (68,972,333) | (31,681,308) | (38,909,521) |
| Levy: | | | | | |
| Final tax levy | | (14,272,564) | (32,598,211) | (6,170,648) | (8,434,422) |
| Minimum tax differential | | (30,027,316) | (22,720,520) | (9,514,606) | (9,600,862) |
| | | (44,299,880) | (55,318,731) | (15,685,254) | (18,035,284) |
| | | (236,643,524) | (124,291,064) | (47,366,562) | (56,944,805) |
| Taxation | | | | | |
| Prior | | 104,695 | (758,682) | - | - |
| Deferred | | 16,983,422 | 30,016,400 | - | - |
| | | 17,088,117 | 29,257,718 | - | - |
| (Loss) for the period | | (219,555,407) | (95,033,346) | (47,366,562) | (56,944,805) |
| Loss per share - basic and diluted (Rupees) | | (11.06) | (4.79) | (2.39) | (2.87) |

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



CHAIRMAN / DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

| | <i>Nine Months Ended</i> | |
|-------------------------------------------------------------------------------------------------|---------------------------|-----------------------|
| | <i>March 31, 2025</i> | <i>March 31, 2024</i> |
| | <i>..... Rupees</i> | |
| Profit / (loss) for the period | (219,555,407) | (94,832,400) |
| OTHER COMPREHENSIVE INCOME | | |
| Items that may be transferred subsequently to profit or loss | | - |
| Foreign operations - foreign currency translation difference | 35,069 | 576,322 |
| Items that will not be transferred subsequently to profit or loss | | |
| Adjustment of surplus on revaluation of property, plant and equipment due to change in tax rate | - | 35,362,349 |
| Total Comprehensive Income/(loss) for the period | <u>(219,520,338)</u> | <u>(58,893,729)</u> |
| Loss per share - basic and diluted (Rupees) | <u>(11.06)</u> | <u>(4.78)</u> |

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



CHAIRMAN / DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

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



| | Nine Months Ended | |
|---------------------------------------------------------------------------------|-------------------|-------------------|
| | March 31, 2025 | March 31, 2024 |
| Note | (Rupees) | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before levy & taxation | (192,343,644) | (68,972,333) |
| Adjustments for: | | |
| Depreciation | 95,989,059 | 97,069,366 |
| Provision for retirement benefit obligation | 21,527,100 | 24,832,440 |
| Realized Gain on other financial assets | - | (399,006) |
| Gain on sale of property, plant and equipment | (950,000) | (9,741,833) |
| Finance cost | 365,787,530 | 424,681,509 |
| Profit on deposits | - | (20,758,754) |
| Finance cost on unwinding of discount on long-term finance from related parties | 8,075,547 | 8,075,547 |
| Operating cash flows before working capital changes | 298,085,592 | 454,786,936 |
| (Increase) / decrease in current assets | | |
| Stores, spares and loose tools | 5,585,697 | 17,400,557 |
| Stock-in-trade | (236,359,390) | (380,696,979) |
| Trade debts | (171,501,138) | (261,554,932) |
| Loans and advances | 31,500,629 | 13,963,986 |
| Deposits and short-term prepayments | (1,137,163) | (6,361,216) |
| Other receivables | (85,450,800) | 99,127,940 |
| | (457,362,166) | (518,120,644) |
| Increase / (decrease) in current liabilities | | |
| Trade and other payable | 752,652,638 | 431,404,982 |
| | 295,290,472 | (86,715,662) |
| Cash generated from operations | 593,376,064 | 368,071,274 |
| Finance cost paid | (400,353,560) | (388,302,504) |
| Retirement benefit obligation paid | (2,202,700) | (30,437,400) |
| Long-term deposits | 843,188 | (1,385,000) |
| Income tax paid | (9,919,859) | (48,698,752) |
| Net cash used in operating activities | 181,743,133 | (100,752,382) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (40,381,542) | (69,030,785) |
| Proceed from disposal of property, plant and equipment | 950,000 | 38,500,000 |
| Sale of shares | - | 6,141,996 |
| Other financial asset - net | (43,863,180) | 7,496,789 |
| Net cash used in investing activities | (83,294,722) | (16,892,000) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Long-term finance paid | (67,195,205) | (104,212,334) |
| Long-term finance paid to related party | - | (6,148,312) |
| Long-term finance received from related party | 141,000,000 | - |
| Short-term borrowings - net | (54,164,205) | 105,150,400 |
| Proceeds from long-term finance | - | 61,199,200 |
| Lease rental paid - net | - | (1,662,282) |
| Net cash generated from financing activities | 19,640,590 | 54,326,672 |
| Net decrease in cash and cash equivalents | 118,089,001 | (63,317,710) |
| Cash and cash equivalents at the beginning of the period | (593,368,902) | (422,306,531) |
| Effects of exchange rate changes in cash and cash equivalents | (35,069) | (96,989) |
| Cash and cash equivalents at the end of the period | 13 (475,314,970) | (485,721,230) |

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

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

| | Capital reserves | | | Revenue reserves | | |
|------------------------------------------------------------------------------------------|----------------------------------------|----------------------------------------------------------------------|---------------------------------------------|------------------------|------------------------------|----------------------|
| | Issued, subscribed and paid up capital | surplus on revaluation of property, plant and equipment - net of tax | Equity portion of loan from related Parties | Un-appropriated profit | Exchange Translation Reserve | Total |
| | ----- (Rupees) ----- | | | | | |
| Balance as at July 1, 2023 | 198,528,000 | 868,124,011 | 30,064,842 | 1,458,913,091 | (8,450,221) | 2,547,179,723 |
| Total comprehensive income for the period | | | | | | |
| (Loss) for the period | - | - | - | (95,033,346) | - | (95,033,346) |
| Other comprehensive income | - | 35,362,349 | - | - | 576,322 | 35,938,671 |
| | - | 35,362,349 | - | (95,033,346) | 576,322 | (59,094,675) |
| Transfer from surplus on revaluation of property, plant and equipment on account: | | | | | | |
| - revaluation surplus as at Mar 31, 2024 - net of tax | - | 78,747,605 | - | - | - | 78,747,605 |
| - incremental depreciation charge thereon - net of tax | - | (29,016,451) | - | 29,016,451 | - | - |
| - disposals - net of tax | - | - | - | - | - | - |
| | - | 49,731,154 | - | 29,016,451 | - | 78,747,605 |
| Transactions with related parties / owners | | | | | | |
| Fair value effect of interest free loan provided by related parties | - | - | - | - | - | - |
| Unwinding of discount on long-term loan from related parties | | | (8,075,547) | 8,075,547 | | - |
| Fair value effect of interest free loan provided by related parties | | | 23,298,611 | | | 23,298,611 |
| Balance as at March 31, 2024 | 198,528,000 | 953,217,514 | 45,287,906 | 1,400,971,743 | (7,873,899) | 2,590,131,264 |
| Balance as at July 1, 2024 | 198,528,000 | 919,580,955 | 104,674,764 | 1,271,889,720 | (7,944,267) | 2,486,729,172 |
| Total comprehensive income for the period | | | | | | |
| (Loss) for the period | - | - | - | (219,555,407) | - | (219,555,407) |
| Other comprehensive income | - | - | - | - | 35,069 | 35,069 |
| | - | - | - | (219,555,407) | 35,069 | (219,520,338) |
| Transfer from surplus on revaluation of property, plant and equipment on account: | | | | | | |
| - incremental depreciation charge thereon - net of tax | - | (26,204,707) | - | 26,204,707 | - | - |
| - disposals - net of tax | - | - | - | - | - | - |
| | - | (26,204,707) | - | 26,204,707 | - | - |
| Transactions with related parties / owners | | | | | | |
| Unwinding of discount on long-term loan from related parties | - | - | (10,887,291) | 10,887,291 | - | - |
| Fair value effect of interest free loan provided by related parties | | | 53,036,962 | | | 53,036,962 |
| Balance as at March 31, 2025 | 198,528,000 | 893,376,248 | 146,824,435 | 1,089,426,311 | (7,909,198) | 2,320,245,796 |

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



CHAIRMAN / DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER

1. STATUS AND NATURE OF BUSINESS

- 1.1** The Group consists of Idrees Textile Mills Limited (the Holding Company) and its 100% owned subsidiary ORA Home LLC (ORA) (the Subsidiary). Together referred to as "the Group" and individually as "Group entities".
- 1.2** The Holding Company was incorporated in Pakistan as an unquoted public limited company on June 05, 1990 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited on April 28, 1992. The registered office of the Holding Company is situated at 6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad, Karachi in the Province of Sindh. The Holding Company's manufacturing facility is located at Kot Shah Muhammad, District Nankana in the Province of Punjab. The principal activity of the Holding Company is manufacturing, processing and sale of yarn. The Company is also engaged in business of Home Textile.

The subsidiary ORA Home LLC (ORA), a limited liability company incorporated in New Jersey, USA on January 5, 2022. Its Office is situated at 4 Conklin Lane Raritan, New Jersey, USA. The principal activity of the Subsidiary Company is trading of Home Textile.

2. BASIS OF PREPARATION

- 2.1** These consolidated 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 comprises 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

- Provision 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.

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

- 2.2** The comparative consolidated condensed interim statement of financial position presented has been extracted from consolidated annual financial statements for the year ended June 30, 2024; the comparative consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of other comprehensive income, consolidated condensed interim statement of cash flows and consolidated condensed interim statement of changes in equity of the Company have been extracted from the unaudited consolidated condensed interim financial statements for the nine months ended March 31, 2024. Consolidated condensed interim statement of profit or loss and other comprehensive income for the quarter ended March 31, 2025 was not subject to review by the external auditors.

3. BASIS OF CONSOLIDATION

- 3.1** Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity generally accompanying a share of more than fifty percent of the voting rights. Subsidiaries are fully consolidated from the date on which control is transferred to the Group and up to the date when the control ceases. These consolidated financial statements include Idrees Textile Mills Limited (the Holding Company) and its subsidiary entity ORA Home LLC, i.e., the entity in which the Holding Company directly owns 100%. Accordingly, there is no non-controlling interest.

The condensed financial statements of the Subsidiary have been consolidated on a line-by-line basis. Inter-company balances and transactions, and any unrealised income and expenses (except for foreign currency transaction gains or losses) arising from inter-company transactions, are eliminated.

- 3.2** These consolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Holding Company's functional currency and figures presented in these condensed interim consolidated financial informations have been rounded off to the nearest rupee.

4. SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES, ESTIMATES AND JUDGEMENTS

4.1 Significant accounting policies

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

4.2 Financial risk management

The financial risk management objective and policies are consistent with those disclosed in the consolidated annual audited financial informations of the Group for the year ended June 30, 2024.

4.3 Fair Value of financial assets and liabilities

The carrying value of financial assets and financial liabilities reported in this consolidated condensed interim financial information approximates their fair values.

4.4 Estimates and judgments

Estimates, judgments and methods of computation adopted in the preparation of this consolidated condensed interim financial information are same as those applied in the preparation of the consolidated annual audited financial statements of the Group for the year ended June 30, 2024.

5. PROPERTY, PLANT AND EQUIPMENT

During the period following additions and disposals were made: -

| | (Unaudited) Nine months ended March 31, 2025 | | (Audited) Year ended June 30, 2024 | |
|----------------------------------------|-------------------------------------------------------------------------|----------------------------------|---------------------------------------------------------------|----------------------------------|
| | Additions | Disposals / transfers | Additions | Disposals / transfers |
| | ----- Rupees ----- | | | |
| Operating fixed assets | | | | |
| Factory Building | - | | 909,854 | 199,596,399 |
| Plant and machinery (owned) (Addition) | 32,225,118 | (1,036,530) | 901,410 | |
| Plant and machinery (owned) Transfer | - | | - | 1,338,606,071 |
| Office equipment | 80,000 | | 68,500 | - |
| Furniture & Fixture | - | | - | - |
| Vehicles (owned) 5.1 | 8,039,000 | | 8,842,200 | (29,872,700) |
| Vehicles (owned) Transfer | 4,069,000 | | - | - |
| | <u>44,413,118</u> | <u>(1,036,530)</u> | <u>10,721,964</u> | <u>1,508,329,770</u> |
| CWIP | | | | |
| Building | 2,197,962 | | 2,160,537 | |
| Capital Spares | 7,549,799 | | 7,549,799 | |
| | <u>9,747,761</u> | | <u>9,710,336</u> | |

5.1 Disposal of Vehicle includes 19.8 Million against total loss insurance claim.

6. STOCK-IN-TRADE

| | (Unaudited) March 31 2025 Rupees | (Audited) June 30 2024 Rupees |
|------------------------|-----------------------------------------------------------------------|--------------------------------------------------------------------|
| Raw material - in hand | 1,385,006,614 | 1,122,764,008 |
| - in transit | 40,820,798 | 428,156,535 |
| Work in process | | |
| -Yarn | 119,994,363 | 91,441,947 |
| -Home Textile | 148,085,912 | 34,327,602 |
| | 268,080,275 | 125,769,549 |
| Finished Goods | 452,496,922 | 240,222,818 |
| Waste | 18,933,901 | 12,066,210 |
| | <u>2,165,338,510</u> | <u>1,928,979,120</u> |

7. SHORT TERM BORROWINGS

| | (Un-audited) March 31 2025 | (Audited) June 30, 2024 |
|----------------------------------|-------------------------------------------------------|----------------------------------------------------|
| | ----- Rupees ----- | |
| From Banking Companies - secured | 1,882,570,831 | 2,034,831,736 |
| From Others | 3,361,200 | 6,958,529 |
| | <u>1,885,932,031</u> | <u>2,041,790,265</u> |

8. CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

| | | |
|---------------------------------------------------------------|-------------|-------------|
| Letters of guarantee issued by banks on behalf of the Company | 181,847,811 | 165,258,600 |
|---------------------------------------------------------------|-------------|-------------|

8.2 Commitments

Letters of credits opened and outstanding for import of:

| | | |
|------------------|-------------|-------------|
| - Raw material | 500,768,233 | 476,600,215 |
| - Stores & Spare | - | 6,471,076 |



9. SALES - NET

Yarn

-Export
-Indirect Export
-Local

Home Textile

-Local
- Export

Others

-Waste
-Raw Material
Less: Brokerage & commission
Discounts
Total

| (Unaudited) Nine Months ended | | (Unaudited) Quarter Ended | |
|----------------------------------|----------------------|------------------------------|----------------------|
| March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |
| 1,234,055,806 | 1,549,961,796 | 586,255,625 | 424,270,107 |
| - | 1,489,971,681 | - | 276,279,665 |
| 1,969,575,138 | 1,484,819,590 | 678,818,252 | 604,238,236 |
| 3,203,630,944 | 4,524,753,067 | 1,265,073,877 | 1,304,788,008 |
| - | 2,553,559 | - | - |
| 232,338,789 | 209,997,437 | 67,413,870 | 118,472,155 |
| 232,338,789 | 212,550,996 | 67,413,870 | 118,472,155 |
| 201,648,980 | 269,100,215 | 58,125,240 | 118,610,815 |
| 258,344,710 | 90,396,176 | 24,916,797 | 64,002,489 |
| (2,459,774) | (21,898,832) | (482,852) | (6,794,546) |
| (673,331) | - | (673,331) | - |
| 3,892,830,318 | 5,074,901,622 | 1,414,373,601 | 1,599,078,921 |

| (Unaudited) Nine Months ended | | (Unaudited) Quarter Ended | |
|----------------------------------|-------------------|------------------------------|-------------------|
| March 31, 2025 | March 31, 2024 | March 31, 2025 | March 31, 2024 |

..... Rupees

10. COST OF SALES

Raw material consumed
Salaries, wages and benefits
Fuel and power
Depreciation
Stores and spares
Packing material
Insurance
Repairs and maintenance
Provision for slow moving store items
Other manufacturing overheads

Work-in-process

Opening stock
Closing stock

Cost of goods manufactured

Finished goods

Opening stock
Yarn purchased
Yarn Transferred
Closing stock

Cost of Home Textile

Cost of Raw Material Sold

| | | | |
|----------------------|----------------------|----------------------|----------------------|
| 2,213,778,873 | 3,192,385,012 | 847,573,392 | 754,018,872 |
| 208,074,606 | 205,163,825 | 82,421,134 | 68,504,279 |
| 811,171,733 | 723,429,101 | 303,356,216 | 206,880,335 |
| 91,464,725 | 89,212,881 | 30,665,406 | 30,305,107 |
| 53,436,302 | 54,410,749 | 20,630,536 | 11,331,791 |
| 54,643,956 | 58,497,782 | 20,442,832 | 16,209,358 |
| 12,500,000 | 12,000,000 | 4,500,000 | 6,000,000 |
| 2,098,837 | 2,498,465 | 644,977 | 554,190 |
| - | - | (2,088,571) | - |
| 7,139,605 | 7,792,482 | 4,926,379 | 2,891,112 |
| 3,454,308,637 | 4,345,390,297 | 1,313,072,301 | 1,096,695,044 |
| 91,441,947 | 76,496,220 | 120,355,769 | 143,111,149 |
| (119,994,363) | (81,776,576) | (119,994,363) | (81,776,576) |
| (28,552,416) | (5,280,356) | 361,406 | 61,334,573 |
| 3,425,756,221 | 4,340,109,941 | 1,313,433,707 | 1,158,029,617 |
| 252,289,028 | 460,111,663 | 424,738,381 | 593,884,794 |
| 19,000,000 | - | 34,461,500 | - |
| (18,021,500) | (46,734,750) | (37,021,500) | (11,863,000) |
| (471,430,823) | (420,668,694) | (471,430,823) | (420,668,694) |
| (218,163,295) | (7,291,781) | (49,252,442) | 161,353,100 |
| 42,028,854 | 127,881,624 | 2,514,300 | 60,916,392 |
| 311,186,962 | 85,746,089 | 17,739,142 | 63,545,673 |
| 3,560,808,742 | 4,546,445,873 | 1,284,434,707 | 1,443,844,782 |



NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2025



| | <i>(Unaudited)</i> <i>Nine Months ended</i> | | <i>(Unaudited)</i> <i>Quarter Ended</i> | |
|--------------------------------------------|------------------------------------------------|---------------------------------|--------------------------------------------|---------------------------------|
| | <i>March 31,</i> <i>2025</i> | <i>March 31,</i> <i>2024</i> | <i>March 31,</i> <i>2025</i> | <i>March 31,</i> <i>2024</i> |
| 11. OTHER OPERATING EXPENSES | | | | |
| Infrastructure cess | 19,243,571 | 20,131,763 | 2,654,360 | 1,594,671 |
| Exchange loss-net | 14,738,210 | 22,710,052 | 5,752,493 | 7,898,475 |
| Unrealized (Loss) on short term Investment | - | - | - | - |
| | <u>33,981,781</u> | <u>42,841,815</u> | <u>8,406,853</u> | <u>9,493,146</u> |
| 12. OTHER INCOME | | | | |
| Income from financial assets | | | | |
| Profit on deposits | 19,414,594 | 20,758,754 | 2,436,874 | 7,179,503 |
| Dividend Income | - | 198,000 | - | - |
| Realized Gain on other financial assets | - | 399,006 | - | - |
| Sale of scrap | 143,032 | 177,460 | 57,377 | 80,328 |
| Exchange gain | - | - | - | - |
| Gain on disposal of PPE | 950,000 | 9,741,833 | - | 6,657,500 |
| Others | - | 205,587 | - | 198 |
| | <u>20,507,626</u> | <u>31,480,640</u> | <u>2,494,251</u> | <u>13,917,529</u> |
| 13. CASH AND CASH EQUIVALENTS | | | | |
| Cash and bank balances | | | 29,274,095 | 44,631,358 |
| Short-term borrowings | | | <u>(504,589,065)</u> | <u>(530,352,588)</u> |
| | | | <u>-475,314,970</u> | <u>-485,721,230</u> |

14. TRANSACTIONS WITH RELATED PARTIES

The related parties comprises of associated undertakings, directors and key management personnel. The significant transactions with related parties during the period are as follows:

| <i>Relationship with the Company</i> | <i>Nature of Transactions</i> | <i>(Unaudited)</i> <i>Nine months ended</i> | |
|-----------------------------------------------------------|----------------------------------------------|----------------------------------------------------|---------------------------------|
| | | <i>March 31,</i> <i>2025</i> | <i>March 31,</i> <i>2024</i> |
| | | <i>(July - March)</i> <i>..... Rupees</i> | |
| ORA Home LLC - Subsidiary company | Sales | 51,340,612 | 47,946,458 |
| | amount received during the period | 62,987,860 | 25,337,166 |
| ORA Sapphire | Loan Paid | 3,597,329 | 4,490,919 |
| Provident Fund of the Company | Contribution made to provident fund | 1,672,255 | 1,842,394 |
| ORA Sapphire | Short term loan payable | 3,361,200 | 6,948,680 |
| Key management personnel (CEO, directors & executives) | Short-term employee benefit | 18,880,382 | 21,978,429 |
| Non Executive directors | Meeting Fee | 30,000 | 45,000 |
| Directors | Unwinding of discount on loan from directors | 10,887,291 | 8,075,547 |
| | Loan received (repaid) during the period | 141,000,000 | (6,148,312) |

Directors and some executives are provided with free use of company maintained car.

15. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial information was authorized for issue on 29th April, 2025 by the Board of Directors of the Company.

16. GENERAL

Figures have been rounded off to the nearest rupee.

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

BOOK POST

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