



FAZAL CLOTH MILLS LIMITED



FCML/Sect/25/1520

Dated: April 30, 2025

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Subject: **FINANCIAL RESULTS FOR THE 3RD QUARTER ENDED 31-03-2025**

Dear Sir,

We have to inform you that the Board of Directors of our company in their Meeting held on Wednesday the April 30, 2025 at 03:00 P.M. at 59/3, Abdali Road, Multan have recommended the following: -/

- (i) Cash Dividend: **NIL**
- (ii) Bonus Issue: **NIL**
- (iii) Right Shares: **NIL**
- (iv) Any Other Entitlement / Corporate Action: **NIL**

The condensed (un-audited) interim financial statements of the Company for the nine months period ended March 31, 2025 have been considered by the Board of Directors as recommended by the Audit Committee and same have been approved. Financial results are attached (Annexure "A" to "D").

- A. Statement of financial position
- B. Statement of profit or loss
- C. Statement of changes in equity
- D. Statement of cash flows

The condensed interim financial statements of the Company for the nine months period ended March 31, 2025 will be transmitted through PUCARS separately, within specified time and will also be available at the Company's website at www.fazalcloth.com

Yours faithfully,


Azher Iqbal, ACA
Company Secretary



Copy to:

HOD, Offsite – II Department, Supervision Division, Securities & Exchange Commission of Pakistan, (Corporate Supervision Department) NIC Building, 63 Jinnah Avenue, Blue Area, Islamabad.

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Ph: +92 061 4579001-10, Fax: +92-061-4541832

E-mail: info@fazalcloth.com, Website: www.fazalcloth.com

Registered Office: 69/7, Abid Majeed Road, Survey # 248/7, Lahore Cantt, Ph: +92 042-36684909

Fazal Cloth Mills Limited
Condensed Interim Statement of Financial Position
As at 31 March 2025

| | | (Un-audited) 31 March 2025 Rupees | (Audited) 30 June 2024 Rupees |
|--|------|--|--|
| | Note | | |
| Assets | | | |
| <u>Non-current assets</u> | | | |
| Property, plant and equipment | 4 | 51,886,011,039 | 52,090,033,687 |
| Long term investments | 5 | 9,812,296,159 | 7,639,002,089 |
| Long term loans and advances | 6 | - | - |
| Long term deposits | | 25,733,193 | 110,640,293 |
| | | 61,724,040,391 | 59,839,676,069 |
| <u>Current assets</u> | | | |
| Stores, spares and loose tools | | 2,445,744,615 | 2,046,801,806 |
| Stock-in-trade | 7 | 36,605,306,560 | 23,730,084,196 |
| Trade debts | 8 | 12,181,600,649 | 12,079,342,689 |
| Loans and advances | | 318,978,845 | 217,229,996 |
| Deposits, prepayments and other receivable | | 616,961,176 | 269,417,471 |
| Mark-up accrued | | 12,511,516 | 4,281,883 |
| Short term investment | 9 | 527,054,400 | 315,914,400 |
| Sales tax refundable and adjustable | | 2,582,341,171 | 565,170,561 |
| Cash and bank balances | 10 | 685,900,040 | 713,418,102 |
| | | 55,976,398,972 | 39,941,661,104 |
| Total assets | | 117,700,439,363 | 99,781,337,173 |
| Equity and liabilities | | | |
| <u>Share capital and reserves</u> | | | |
| Authorized share capital | | 1,700,000,000 | 1,700,000,000 |
| Issued, subscribed and paid-up capital | | 300,000,000 | 300,000,000 |
| Others capital reserves | | 19,182,675,465 | 2,009,381,395 |
| Revaluation surplus on property, plant and equipment | | 18,109,395,441 | 18,554,848,169 |
| Unappropriated profits - revenue reserve | | 9,284,946,248 | 23,457,160,434 |
| | | 46,877,017,154 | 44,321,389,998 |
| <u>Non-current liabilities</u> | | | |
| Long term financing - secured | 11 | 12,722,806,119 | 12,715,332,537 |
| Long term musharika - secured | 12 | 7,410,101,306 | 2,509,641,813 |
| Lease liability - unsecured | | 67,560,861 | 70,677,725 |
| Deferred liabilities: | | | |
| - Staff retirement benefit | | 611,964,313 | 576,427,439 |
| - Deferred taxation | | 9,400,351,458 | 9,234,269,159 |
| | | 30,212,784,057 | 25,106,348,673 |
| <u>Current liabilities</u> | | | |
| Current portion of non-current liabilities | 13 | 3,862,100,562 | 3,835,167,740 |
| Short term borrowings - secured | | 24,995,646,245 | 17,717,675,277 |
| Contract liabilities | | 587,346,804 | 438,053,016 |
| Trade and other payables | 14 | 9,858,261,436 | 6,387,042,998 |
| Unclaimed dividend | | 21,977,192 | 22,002,980 |
| Accrued mark-up | | 882,551,098 | 1,320,363,612 |
| Provision for taxation - net | | 402,754,815 | 633,292,879 |
| | | 40,610,638,152 | 30,353,598,502 |
| Contingencies and commitments | 15 | 117,700,439,363 | 99,781,337,173 |

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

Chief Executive Officer

Director

Chief Financial Officer

1-12/12/2024



Fazal Cloth Mills Limited

Condensed Interim Statement of Profit or Loss (Un-Audited)

For the nine months and quarter ended 31 March 2025

| | Note | Nine months ended | | Quarter ended | |
|--|------|----------------------|----------------------|----------------------|----------------------|
| | | 31 March | 31 March | 31 March | 31 March |
| | | 2025 | 2024 | 2025 | 2024 |
| | | Rupees | Rupees | Rupees | Rupees |
| Revenue from contracts with customers - net | 16 | 69,028,047,768 | 72,089,483,278 | 22,038,208,046 | 24,977,131,472 |
| Cost of sales | 17 | (63,161,120,412) | (64,011,380,341) | (20,253,078,636) | (23,314,017,983) |
| Gross profit | | 5,866,927,356 | 8,078,102,937 | 1,785,129,410 | 1,663,113,489 |
| Selling and distribution expenses | | (366,416,009) | (414,778,786) | (161,623,036) | (121,920,789) |
| Administrative expenses | | (668,266,026) | (572,328,772) | (229,163,069) | (196,508,231) |
| Other expenses | | (127,243,282) | (116,122,399) | (56,248,654) | 39,189,392 |
| | | (1,161,925,317) | (1,103,229,957) | (447,034,759) | (279,239,628) |
| Other income | | 793,893,095 | 652,922,557 | 358,120,095 | 116,500,115 |
| Profit from operations | | 5,498,895,134 | 7,627,795,537 | 1,696,214,746 | 1,500,373,976 |
| Finance cost | 18 | (3,949,447,409) | (6,650,436,780) | (1,210,699,435) | (2,114,160,554) |
| Profit before levies and income tax | | 1,549,447,725 | 977,358,757 | 485,515,311 | (613,786,578) |
| Levies | | (959,307,022) | (931,662,784) | (369,459,010) | (294,278,418) |
| Profit before income tax | | 590,140,703 | 45,695,973 | 116,056,301 | (908,064,996) |
| Income tax | | (207,807,617) | 15,053,081 | (78,170,326) | 354,394,951 |
| Profit / (loss) after taxation | | 382,333,086 | 60,749,054 | 37,885,975 | (553,670,045) |
| Earnings / (loss) per share - basic and diluted | 19 | 12.74 | 2.02 | 1.26 | (18.46) |

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

Chief Executive Officer

Director

Chief Financial Officer

Handwritten signature: 1-12-2024



Fazal Cloth Mills Limited
Condensed Interim Statement of Changes In Equity (Un-Audited)
For the nine months and quarter ended 31 March 2025

| | Capital reserves | | | | | | Revenue reserve | | |
|--|------------------|----------------------------|--------------------|--|--|-----------------|-------------------------|------------------|-----------------|
| Share capital | Share premium | Capital redemption reserve | Fair value reserve | Capital reserve against capacity expansion | Revaluation surplus on property, plant and equipment | Sub - total | Un-appropriated profits | Total | |
| Rupees | | | | | | | | | |
| Balance as at 30 June 2023 | 300,000,000 | 77,616,000 | 175,000,000 | 823,129,157 | - | 22,130,639,044 | 23,506,384,201 | 21,140,136,577 | 44,646,520,778 |
| <i>Total comprehensive income for the period :</i> | | | | | | | | | |
| Profit for nine months ended 31 March 2024 | - | - | - | - | - | - | 60,749,054 | | 60,749,054 |
| Other comprehensive income for nine months ended 31 March 2024 | - | - | - | 621,751,086 | - | - | 621,751,086 | - | 621,751,086 |
| | - | - | - | 621,751,086 | - | - | 621,751,086 | 60,749,054 | 682,500,140 |
| Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period - <i>net of tax</i> | - | - | - | - | - | (548,766,932) | (548,766,932) | 548,766,932 | - |
| Transfer from surplus on revaluation of fixed assets on disposal - <i>net of tax</i> | - | - | - | - | - | (3,712,587) | (3,712,587) | 3,712,587 | - |
| Change in effective tax rate | - | - | - | - | - | (154,408,504) | (154,408,504) | - | (154,408,504) |
| Balance as at 31 March 2024 | 300,000,000 | 77,616,000 | 175,000,000 | 1,444,880,243 | - | 21,423,751,021 | 23,421,247,264 | 21,753,365,150 | 45,174,612,414 |
| <i>Total comprehensive income for the period :</i> | | | | | | | | | |
| Profit for three months ended 30 June 2024 | - | - | - | - | - | - | 1,724,538,501 | | 1,724,538,501 |
| Other comprehensive (loss)/ income for three months ended 30 June 2023 | - | - | - | 311,885,152 | - | - | 311,885,152 | (80,631,210) | 231,253,942 |
| | - | - | - | 311,885,152 | - | - | 311,885,152 | 1,643,907,291 | 1,955,792,443 |
| Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period - <i>net of tax</i> | - | - | - | - | - | (40,876,520) | (40,876,520) | 40,876,520 | - |
| Transfer from surplus on revaluation of fixed assets on disposal - <i>net of tax</i> | - | - | - | - | - | (19,011,473) | (19,011,473) | 19,011,473 | - |
| Change in effective tax rate | - | - | - | - | - | (2,809,014,859) | (2,809,014,859) | - | (2,809,014,859) |
| Balance as at 30 June 2024 | 300,000,000 | 77,616,000 | 175,000,000 | 1,756,765,395 | - | 18,554,848,169 | 20,864,229,564 | 23,457,160,434 | 44,321,389,998 |
| Balance as at 30 June 2024 | 300,000,000 | 77,616,000 | 175,000,000 | 1,756,765,395 | - | 18,554,848,169 | 20,864,229,564 | 23,457,160,434 | 44,321,389,998 |
| <i>Total comprehensive income for the period :</i> | | | | | | | | | |
| Profit for nine months ended 31 March 2025 | - | - | - | - | - | - | 382,333,086 | | 382,333,086 |
| Other comprehensive income for nine months ended 31 March 2025 | - | - | - | 2,173,294,070 | - | - | 2,173,294,070 | - | 2,173,294,070 |
| | - | - | - | 2,173,294,070 | - | - | 2,173,294,070 | 382,333,086 | 2,555,627,156 |
| Capital reserve against capacity expansion not available for distribution | | | | | 15,000,000,000 | | 15,000,000,000 | (15,000,000,000) | - |
| Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the period - <i>net of tax</i> | - | - | - | - | - | (418,238,436) | (418,238,436) | 418,238,436 | - |
| Transfer from surplus on revaluation of fixed assets on disposal - <i>net of tax</i> | - | - | - | - | - | (27,214,292) | (27,214,292) | 27,214,292 | - |
| Change in effective tax rate | - | - | - | - | - | - | - | - | - |
| Balance as at 31 March 2025 | 300,000,000 | 77,616,000 | 175,000,000 | 3,930,059,465 | 15,000,000,000 | 18,109,395,441 | 37,592,070,906 | 9,284,946,248 | 46,877,017,154 |

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

Chief Executive Officer

Director

Chief Financial Officer

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Fazal Cloth Mills Limited
Condensed Interim Statement of Cash Flows (Un-Audited)
For the nine months ended 31 March 2025

| | <i>Nine months ended</i> | |
|--|--------------------------|------------------------|
| | <i>31 March</i> | <i>31 March</i> |
| | <i>2025</i> | <i>2024</i> |
| | <i>Rupees</i> | <i>Rupees</i> |
| <u>Cash flows from operating activities</u> | | |
| Profit before taxation | 1,549,447,725 | 977,358,757 |
| Adjustments for: | | |
| Depreciation on property, plant and equipment | 1,713,794,397 | 1,636,221,810 |
| Unrealized loss / (gain) on re-measurement of short term investments | (211,140,000) | (60,404,400) |
| Loss allowance against trade debts | (48,625,189) | 33,813,856 |
| Provision for gratuity | 236,495,502 | 228,993,867 |
| Provision for infrastructure cess | 615,823,194 | 248,471,040 |
| Provision for workers' profit participation fund | 1,214,500 | 51,392,811 |
| Provision for workers' welfare fund | 17,506,587 | 4,229,947 |
| Loss / (gain) on disposal of property, plant and equipment | 37,109,951 | 2,669,151 |
| Dividend income | (483,798,217) | (120,949,554) |
| Loss allowance on interest income for the period | 3,490,759 | 4,651,409 |
| Finance income | (23,786,711) | (14,451,102) |
| Finance cost | 3,949,447,409 | 6,650,436,780 |
| Cash generated from operations before working capital changes | 7,356,979,907 | 9,642,434,372 |
| <u>Effect on cash flows due to working capital changes</u> | | |
| (Increase) / decrease in current assets: | | |
| Stores, spares and loose tools | (398,942,809) | (346,112,716) |
| Stock-in-trade | (12,875,222,364) | 665,955,311 |
| Trade debts | (53,632,771) | 327,998,570 |
| Loans and advances | (101,748,849) | (126,540,467) |
| Deposits, prepayments and other receivables | (53,809,073) | 366,479,992 |
| | (13,483,355,866) | 887,780,690 |
| Increase / (decrease) in current liabilities: | | |
| Trade and other payables | 2,836,674,157 | (1,803,411,304) |
| Contract liability | 149,293,788 | (249,179,411) |
| Cash (used in) / generated from operations | (3,140,408,014) | 8,477,624,347 |
| Gratuity paid to employees | (200,958,628) | (160,071,323) |
| Taxes paid - net | (3,248,741,014) | 1,346,772,077 |
| | (3,449,699,642) | 1,186,700,754 |
| Net cash (used in) / generated from operating activities | (6,590,107,656) | 9,664,325,101 |
| <u>Cash flows from investing activities</u> | | |
| Fixed capital expenditure | (1,583,161,231) | (1,353,513,828) |
| Proceeds from sale of property, plant and equipment | 36,279,531 | 8,810,000 |
| Long term deposits | 84,907,100 | (85,100,000) |
| Finance income received | 12,066,319 | 6,998,557 |
| Dividend received from associated company | 190,063,585 | 120,949,554 |
| Net cash used in investing activities | (1,259,844,696) | (1,301,855,717) |
| <u>Cash flows from financing activities</u> | | |
| Long term financing obtained | 2,373,046,855 | 2,217,188,000 |
| Long term financing repaid | (2,302,466,163) | (1,961,365,972) |
| Long term musharika obtained | 5,480,314,859 | 77,739,800 |
| Long term musharika repaid | (617,355,368) | (420,833,335) |
| Short term borrowings - net | 7,277,970,968 | (2,014,419,437) |
| Lease rentals paid | (9,646,149) | (8,769,228) |
| Finance cost paid - net | (4,379,404,924) | (6,192,346,346) |
| Dividend paid | (25,788) | (534,274) |
| Net cash (used in) / generated from financing activities | 7,822,434,290 | (8,303,340,792) |
| Net increase / (decrease) in cash and cash equivalents | (27,518,062) | 59,128,592 |
| Cash and cash equivalents at beginning of the period | 713,418,102 | 528,641,818 |
| Cash and cash equivalents at end of the period | 685,900,040 | 587,770,410 |

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

Chief Executive Officer

Director

Chief Financial Officer

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