

**3RD  
QUARTERLY  
REPORT FOR THE  
PERIOD ENDED  
MARCH  
31, 2025**





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## COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Tahir Jahangir Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir Mr. Mommin Malik Mrs. Nilofer Afridi Qazi Mr. Abdul Munaf	Chairman/Non Executive Director Chief Executive Officer Non-Executive Director Non-Executive Director Independent Director Independent Director Executive Director
AUDIT COMMITTEE	Mr. Mommin Malik Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member
HUMAN RESOURCE & REMUNERATION COMMITTEE	Mr. Mommin Malik Mr. Jillani Jahangir Mrs. Munizae Jahangir Mrs. Sulema Jahangir	Chairman/Member Member Member Member
CHIEF FINANCIAL OFFICER	Mr. Abdul Munaf	
COMPANY SECRETARY	Muhammad Mushtaq Saeed Iqbal	
AUDITORS	Malik Haroon Ahmad & Co. Chartered Accountants	
LEGAL ADVISORS	A.G.H.S Law Associates	
BANKERS	J.S Bank Limited Faysal Bank Limited Askari Bank Limited MCB Bank Limited	
REGISTERED OFFICE/WORKS	Factory Premises, 17.5 KM Sheikhpura Road, Lahore Tel: 042-37970130, 37970230 Fax: 042-37970681 Email. hala@halaenterprises.com Website:www.halaenterprises.com	
SHARE REGISTRAR OFFICE	M/s Corplink (Private) Limited Wings Arcade, 1-K, Commercial Model Town, Lahore Tel: 042-35916714, 35916719 Fax: 042-35869037 Email. corplink786@yahoo.com	

## DIRECTOR'S REVIEW REPORT

The Board of Directors of Hala Enterprises Limited hereby present the interim financial report of the company for the 3rd Quarter ended 31st March, 2025, together with the interim financial information.

While the company has seen a steady growth in turnover since the past many years, It specifically witnessed a contraction in sales volume for the period 23-24, and subsequently for the first two quarters of FY 24-25. This was a peculiar event due to the Suez Canal crisis, where customers had to shift some of their supplies to countries within proximity for a temporary period. As supply lines are now regularized, the regular or increased volumes are reverting back. This year we are expected to see an increase of 15-20% in sales over last year. While the first 3 quarters have collectively seen a very low turnover, the last quarter is especially expected to see a boom in turnover almost matching the collective performance of the past 3 quarters. Much of the demand is due to the summer season approaching and the rapid demand of goods for the Hospitality and HORECA sectors as the tourist season in Europe approaches.

As inflation and interest rates are now on a declining trend, the company has increased production and turnover rapidly in the last quarter. We are expected to export 250+ M in the last quarter, which should result in the overall FY closing 15-20% higher than last year, and in a net profit. In addition, the company has also undertaken measures to drop its overall costs by increasing production, switching to alternative fuels and through the installation of solar power. As the production turnover increases, we are expecting to see better economies of scale, which shall result in lower costs and positive net margins for the ending FY. We are hopeful that the measures undertaken by our management will result in better growth figures for the company and yield encouraging results for our shareholders.

We would like to take this opportunity to thank our customers, suppliers and bankers for their continued cooperation towards the progress of the company. We hope that this support continues in the future as well.

For & on behalf of the Board



**(TAHIR JAHANGIR)**  
**CHAIRMAN**



**(JILLANI JAHANGIR)**  
**CHIEF EXECUTIVE OFFICER**

**LAHORE: April 29, 2025**



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

	Mar 2025 Un-Audited Rupees	Jun 2024 Audited Rupees
<b>CAPITAL AND LIABILITIES</b>		
<b>Share capital and reserves</b>		
Authorized Share Capital		
16,000,000 ordinary shares of Rs. 10 each	160,000,000	160,000,000
Issued, subscribed and paid up capital	129,963,040	129,963,040
<b>Capital reserves</b>		
Surplus on revaluation of Property, Plant & equipment	209,399,417	214,382,376
Fair value reserve of financial assets at FVOC	8,418,081	7,079,978
Other capital reserves	2,274,287	2,274,287
	220,091,785	223,736,641
<b>Revenue reserves</b>		
Other revenue reserves	7,000,000	7,000,000
Accumulated loss	(74,316,488)	(76,546,633)
	(67,316,488)	(69,546,633)
<b>Total Share Capital And Reserve</b>	<b>282,738,337</b>	<b>284,153,048</b>
<b>Non Current Liabilities</b>		
Deferred liability	31,529,182	33,828,607
Long term borrowing	-	933,500
<b>Total Non Current Liabilities</b>	<b>31,529,182</b>	<b>34,762,107</b>
<b>Current Liabilities</b>		
Trade and other payables	53,440,371	44,542,778
Accrued mark up	3,467,747	6,439,288
Short term borrowings	162,582,000	166,682,147
Current portion of long term financing	1,492,000	2,417,500
Due to related parties	63,057,393	17,595,389
Provision for taxation	-	-
<b>Total Current Liabilities</b>	<b>284,039,511</b>	<b>237,677,102</b>
<b>Liabilities directly associated with non-current assets classified as held for sale</b>	<b>3,775,000</b>	<b>3,775,000</b>
<b>Contingencies and Commitments</b>		
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>602,082,030</b>	<b>560,367,257</b>

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

CHIEF EXECUTIVE  
OFFICER

CHIEF FINANCIAL  
OFFICER

DIRECTOR



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

	Mar 2025 Un-Audited Rupees	Jun 2024 Audited Rupees
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, Plant and equipment	270,217,945	273,577,293
Long term Investments	9,601,715	8,263,612
Long term deposits	6,569,548	6,569,548
<b>Total Non- Current Assets</b>	<b>286,389,208</b>	<b>288,410,453</b>
<b>Current assets</b>		
Stores, spares and loose tools	5,187,082	2,949,499
Stock in trade	118,260,290	95,157,019
Trade debtors	46,763,462	52,806,526
Advances, deposits, prepayments and other receivables	69,717,450	53,416,157
Tax refund due from Government	45,506,854	50,474,894
Due from related parties	6,509,945	6,481,878
Cash and bank balances	17,031,627	3,954,719
<b>Total Current Assets</b>	<b>308,976,710</b>	<b>265,240,692</b>
<b>Non- current assets classified as held for sale</b>	<b>6,716,112</b>	<b>6,716,112</b>
<b>TOTAL ASSETS</b>	<b>602,082,030</b>	<b>560,367,257</b>

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

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## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER AND 9 MONTHS PERIOD ENDED MARCH 31, 2025 (UN-AUDITED)

	9 Months Ended MAR 31, 2025 (Un-audited) Rupees	9 Months Ended MAR 31, 2024 (Un-audited) Rupees	Quarter Ended MAR 31, 2025 (Un-audited) Rupees	Quarter Ended MAR 31, 2024 (Un-audited) Rupees
Revenue	333,539,787	395,990,047	112,236,798	116,377,356
Cost of revenue	(264,835,945)	(334,135,955)	(84,338,809)	(114,739,888)
<b>Gross profit</b>	<b>68,703,842</b>	<b>61,854,092</b>	<b>27,897,989</b>	<b>1,637,468</b>
<b>OPERATING EXPENSES</b>				
Selling and distribution Costs	(25,220,478)	(31,536,916)	(6,349,908)	(9,481,872)
Administrative expenses	(19,258,083)	(23,025,713)	(5,155,679)	(7,147,084)
Other operating expenses	(725,000)	(3,852,204)	(142,109)	(2,036,275)
	(45,203,561)	(58,414,833)	(11,647,696)	(18,665,231)
<b>Operating profit /(loss)</b>	<b>23,500,281</b>	<b>3,439,259</b>	<b>16,250,293</b>	<b>(17,027,763)</b>
Finance Cost	(22,223,823)	(25,134,268)	(5,522,600)	(9,424,854)
Other income	2,569,220	1,743,504	2,194,913	179,292
<b>(Loss) / Profit before income tax &amp; final taxes</b>	<b>3,845,678</b>	<b>(19,951,505)</b>	<b>12,922,606</b>	<b>(26,273,325)</b>
Final taxes	(6,598,492)	(3,933,099)	(4,464,350)	(1,395,709)
<b>(Loss) / Profit before income tax</b>	<b>(2,752,814)</b>	<b>(23,884,604)</b>	<b>8,458,256</b>	<b>(27,669,034)</b>
Taxation	-	-	-	-
<b>Net (loss) / profit for the period</b>	<b>(2,752,814)</b>	<b>(23,884,604)</b>	<b>8,458,256</b>	<b>(27,669,034)</b>
<b>(Loss) / Earning per share-Basic</b>	<b>(0.21)</b>	<b>(1.84)</b>	<b>0.65</b>	<b>(2.13)</b>

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**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR 3rd QUARTER ENDED MARCH 31, 2025 (UN AUDITED)**

	9 Months Ended		Quarter Ended	
	MAR 31, 2025	MAR 31, 2024	MAR 31, 2025	MAR 31, 2024
	Rupees	Rupees	Rupees	Rupees
Net (Loss)/ Profit after taxation for the period	(2,752,814)	(23,884,604)	8,458,256	(27,669,034)
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss</i>				
Unrecognised actuarial gain due to experience adjustment on remeasurement of staff retirement benefits	-	-	-	-
<i>Items that may be reclassified subsequently to profit or loss</i>				
Gain / (loss) on re-measurement of investment designated as FVOCI	1,338,103	2,072,015	(2,458,492)	(568,020)
Total comprehensive (Loss) / (income) for the period	<u>(1,414,711)</u>	<u>(21,812,589)</u>	<u>5,999,764</u>	<u>(28,237,054)</u>

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## CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE 9 MONTHS PERIOD ENDED MARCH 31, 2025 (UN-AUDITED)

	9 MONTHS ENDED Mar 31, 2025 (UN-AUDITED) Rupees	9 MONTHS ENDED Mar 31, 2024 (UN-AUDITED) Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	3,845,678	19,061,399
Adjustments for :		
Depreciation	9,456,349	10,124,335
Provision for gratuity	4,071,935	3,039,444
Dividend income	-	(103,942)
Loss /(Gain) on disposal of property, plant and equipment	-	554,267
Financial charges	22,223,823	14,293,569
	<u>35,752,107</u>	<u>27,907,673</u>
Operating profit before working capital changes	39,597,785	46,969,072
(Increase) / decrease in current assets		
Stores and spares	(2,237,583)	(907,635)
Stock in trade	(23,103,272)	1,142,490
Trade debtors	6,043,064	16,539,068
Advances, deposits, prepayments and other receivables	(16,301,293)	(5,758,865)
Sales tax refundable	4,968,040	(9,963,582)
Due from associated undertakings	(28,067)	4,848,349
(Decrease)/ increase in current liabilities		
Due to directors and associated undertakings	45,462,004	880,904
Creditors, accrued and other liabilities	8,897,593	(6,827,944)
	<u>23,700,486</u>	<u>(47,215)</u>
Cash generated from operations	63,298,271	46,921,857
Income tax paid	(6,598,492)	(4,644,567)
Financial charges paid	(25,195,364)	(14,189,909)
Change in long term deposits	-	(622,000)
Dividend	-	103,942
Gratuity paid	(6,371,360)	(4,722,623)
<b>Net cash (used in) / from operating activities</b>	<u>25,133,055</u>	<u>22,846,700</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(6,097,000)	(6,711,804)
Proceeds from sale of fixed assets	-	330,000
<b>Net cash (used in) investing activities</b>	<u>(6,097,000)</u>	<u>(6,381,804)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term loans	(933,500)	(3,192,795)
Current portion of deferred Government grant	-	(28,247)
Current portion of long term loans	(925,500)	(1,103,318)
Short term finances	(4,100,147)	(12,992,000)
<b>Net cash from / (used in) financing activities</b>	<u>(5,959,147)</u>	<u>(17,316,361)</u>
<b>Net increase in cash and cash equivalents</b>	13,076,908	(851,464)
Cash and cash equivalents at the beginning of year	3,954,719	10,727,193
<b>Cash and cash equivalents at the end of the period</b>	<u>17,031,627</u>	<u>9,875,729</u>

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## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER AND 9 MONTHS PERIOD ENDED MARCH 31, 2025 (UN-AUDITED)

Particulars	Share Capital	Capital Reserves				Revenue Reserves			Total Share Capital and Reserve
		surplus on revaluation of Property plant and equipment	Fair value Reserve of Financial Assets at FVOCI	Other Capital Reserve	Total Capital Reserve	Other Revenue Reserve	Accumulated Loss	Total Revenue Reserve	
<b>Balance as at Jul 01, 2023</b>	129,963,040	223,302,128	5,157,639	2,274,287	230,734,054	7,000,000	(37,880,120)	(30,880,120)	329,816,974
Net Profit for the 9 months period ended Mar 31, 2024							(23,884,604)	(23,884,604)	(23,884,604)
Other comprehensive income for the period			2,072,015		2,072,015			-	2,072,015
Incremental depreciation for the year due to surplus on revaluation of property, plant & equipment transferred to equity		(5,594,922)			(5,594,922)	5,594,922		5,594,922	-
<b>Balance as at Mar 31, 2024</b>	129,963,040	217,707,206	7,229,654	2,274,287	227,211,147	7,000,000	(56,169,802)	(49,169,802)	308,004,385
Net Profit for the year ended Jun 30, 2024	-				-		(47,355,614)	(47,355,614)	(47,355,614)
Other comprehensive income for the year			1,922,339		1,922,339		(230,651)	(230,651)	1,691,688
Incremental depreciation for the year due to surplus on revaluation of property, plant & equipment transferred to equity		(7,459,896)			(7,459,896)	7,459,896		7,459,896	-
Surplus realized on disposal of plant & machinery		(1,459,856)			(1,459,856)	1,459,856		1,459,856	-
Net Profit for 9 months ended Mar 31, 2024 reversed						23,884,604		23,884,604	23,884,604
Total comprehensive income for 9 months period ended Mar 31 2024 reversed			(2,072,015)		(2,072,015)				(2,072,015)
Incremental depreciation for the year on surplus on revaluation of property for 9 months reversed		5,594,922			5,594,922	(5,594,922)		(5,594,922)	-
<b>Balance as at Jun 30, 2024</b>	129,963,040	214,382,376	7,079,978	2,274,287	223,736,641	7,000,000	(76,546,633)	(69,546,633)	284,153,048
<b>Balance as at Jul 01, 2024</b>	129,963,040	214,382,376	7,079,978	2,274,287	223,736,641	7,000,000	(76,546,633)	(69,546,633)	284,153,048
Net Profit for the 9 months period ended Mar 31, 2025							(2,752,814)	(2,752,814)	(2,752,814)
Other comprehensive income for the period			1,338,103		1,338,103			-	1,338,103
Incremental depreciation for the year due to surplus on revaluation of property, plant & equipment transferred to equity		(4,982,959)			(4,982,959)	4,982,959		4,982,959	-
<b>Balance as at Mar 31, 2025</b>	129,963,040	209,399,417	8,418,081	2,274,287	220,091,785	7,000,000	(74,316,488)	(67,316,488)	282,738,337

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

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## NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION FOR THE NINE MONTHS PERIOD ENDED MARCH, 31 2025

### 1 LEGAL STATUS AND OPERATIONS

Hala Enterprises Limited ("the Company") was incorporated in Pakistan as a Private Limited Company and was subsequently converted into a public limited company. The registered office of the Company is located at 17.5 KM Sheikhpura Road, Lahore and its shares are listed on Pakistan Stock Exchange. The Company is primarily engaged in manufacturing and sale of terry towels, kitchen towels and terry cloth.

### 2 BASIS OF PERPRATION

The condensed interim financial information is un-audited and has been prepared in accordance with the requirements of international financial reporting standards (IFRS) IAS 34 - 'Interim Financial Reporting' and provisions of and directives issued under the companies Act 2017. This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the company for the year ended June 30, 2024

This condensed interim financial information is being submitted to the shareholders as required by the listing regulation of Pakistan stock Exchange and section 237 of the Companies Act ,2017

### 3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and method of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the preceding year ended June 30, 2024

### 4 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue on April 29, 2025 by the board of directors of the company

### 5 General

Where necessary, previous figures have been re-arranged for the purpose of fair comparison.

**CHIEF EXECUTIVE  
OFFICER**

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**DIRECTOR**



Hala  
Enterprises Limited

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