

COMPANY INFORMATION

Board of Directors	:	Mr. Zahid Mazhar (Chief Executive) Mr. Omer Bin Zahid (Executive Director) Mr. Hassan Bin Zahid (Executive Director) Mrs. Naila Zahid (Chairperson) Mrs. Anam Omer Mrs. Shafia Hassan Mr. Waqar Hassan Siddiqui Mr. Nadeem Ahmed Mr. Noor Muhammad
Chief Financial Officer	:	Mr. Omer Bin Zahid
Company Secretary	:	Mr. Abdul Amin
Audit Committee	:	Mr. Waqar Hassan Siddiqui (Chairman) Mrs. Anam Omer (Member) Mrs. Shafia Hassan (Member)
H. R. & Remuneration Committee	:	Mr. Nadeem Ahmed (Chairman) Mrs. Anam Omer (Member) Mrs. Shafia Hassan (Member)
Auditors	:	M/s. Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants
Legal Advisor	:	Mr. Muhammad Mushtaq Qadri (Advocate)
Bankers	:	Habib Bank Limited Bank Al-Falah Limited Soneri Bank Limited Habib Metropolitan Bank Limited J. S. Bank Limited Samba Bank Limited Askari Bank Limited Dubai Islamic Bank
Head Office / Registered Office	:	A 801-804, Lakson Square Building No. 3, Sarwar Shaheed Road, Karachi - Pakistan. Phone : (92-21) 35220481-8 Fax : (92-21) 35220495-6
Share Registrar	:	M/s Hameed Majeed Associates (Pvt.) Ltd. 4th Floor, Karachi Chambers, Hasrat Mohani Road, Karachi. Phone : 32424826 E-mail : khi@hmaconsultants.com
Mills	:	Unit 1: A-265, S.I.T.E., Nooriabad, District Jamshoro, Sindh. Unit 2: E-11, S.I.T.E, Kotri, District Jamshoro, Sindh.
URL	:	www.nadeem.com.pk

CHAIRMAN's REVIEW REPORT

Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the Chairman's Review Report for the nine-month period ended March 31, 2025.

During this period, the Company recorded a sales turnover of Rs. 4,361.19 million as compared to Rs. 9,468.50 million in the same period of last year. The net loss after tax amounted to Rs. 648.72 million, as compared to a loss of Rs. 493.56 million in the previous year.

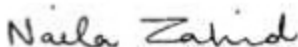
The Company's performance during the period reflected the challenges faced by the textile sector including unfriendly government policies and a severe cotton crop crisis in the country. Poor seed quality, limited use of modern farming techniques, and pest infestations significantly reduced the crop yield. This shortfall increased the country's dependence on imported cotton, adding further pressure to the industry. Other factors included the high cost of electricity and gas, rising raw material prices, and a slowdown in export orders. These challenges adversely impacted the Company's financial performance during the period under review.

In spite of these difficulties, the Board of Directors remains fully committed to maintaining high standards of corporate governance. The Board consists of nine members with diverse skills and experience, and it continues to operate in full compliance with the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019. Our governance practices are fully aligned with regulatory requirements concerning board structure, meetings, and the functioning of board committees.

The Board is performing effectively by focusing on strategic planning, sound policymaking, efficient resource management, and operational oversight. Regular self-assessments help us ensure that our decisions remain consistent with the Company's objectives and long-term strategy.

I would like to thank all employees for their dedication and hard work. I also extend appreciation to our shareholders, customers, suppliers, bankers, and other stakeholders for their continued trust and support.

On behalf of the Board of Directors

A handwritten signature in black ink, reading "Naila Zahid". The signature is written in a cursive, flowing style.

Karachi:
May 27, 2025

Naila Zahid
Chairperson

چیئر مین کی جائزہ رپورٹ

محترم شیئر ہولڈرز،

بورڈ آف ڈائریکٹرز کی جانب سے، میں آپ کے ساتھ 31 مارچ، 2025 کو ختم ہونے والی نو ماہ کی مدت کے لیے چیئر مین کی جائزہ رپورٹ پیش کرتے ہوئے خوشی محسوس کر رہی ہوں۔

اس مدت کے دوران، کمپنی نے 4,361.19 ملین روپے کا سیلز ٹرن اور حاصل کیا، جو پچھلے سال کی اسی مدت میں حاصل کردہ 9,468.50 ملین روپے تھا۔ ٹیکس کے بعد خالص نقصان 648.72 ملین روپے رہا، جبکہ پچھلے سال یہ نقصان 493.56 ملین روپے تھا۔

دوران مدت کمپنی کی کارکردگی ٹیکنائٹل سیکٹر کو درپیش چیلنجز کی عکاسی کرتی ہے، جن میں حکومت کی غیر موافق پالیسیاں اور ملک میں کپاس کی فصل کے شدید بحران شامل ہیں۔ ناقص بیج، جدید زرعی طریقوں کے محدود استعمال اور کیڑوں کی تباہ کاریوں نے فصل کی پیداوار کو نمایاں طور پر کم کر دیا۔ اس کمی کی وجہ سے ملک کو درآمدی کپاس پر انحصار بڑھانا پڑا، جس سے صنعت پر مزید بوجھ پڑا۔ دیگر مسائل میں بجلی اور گیس کی بلند قیمتیں، خام مال کی قیمتوں میں اضافہ، اور برآمدی آرڈرز میں سست روی شامل ہے۔ یہ تمام چیلنجز کمپنی کی مالی کارکردگی پر منفی اثر ڈالنے کا باعث بنے۔

ان مشکلات کے باوجود، بورڈ آف ڈائریکٹرز کارپوریٹ گورننس کے اعلیٰ معیار کو برقرار رکھنے کے لیے پوری طرح پرعزم ہے۔ بورڈ میں نو ارکان شامل ہیں جن کے پاس مختلف مہارتیں اور تجربات ہیں، اور یہ بورڈ کمپنیز ایکٹ 2017 اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کے مکمل مطابق کام کر رہا ہے۔ ہماری گورننس پریکٹسز بورڈ کی ساخت، اجلاسوں، اور بورڈ کمیٹیوں کے افعال سے متعلق ریگولیٹری تقاضوں سے ہم آہنگ ہیں۔

بورڈ مؤثر انداز میں حکمت عملی کی منصوبہ بندی، مضبوط پالیسی سازی، وسائل کے مؤثر انتظام اور آپریشنل نگرانی پر توجہ دے رہا ہے۔ ہم باقاعدہ خود احتسابی کے عمل کے ذریعے کمپنی کے مقاصد اور طویل مدتی حکمت عملی کو یقینی بناتے ہیں۔

میں تمام ملازمین کا ان کی محنت اور لگن پر شکریہ ادا کرتا ہوں۔ اسی طرح میں ہمارے شیئر ہولڈرز، صارفین، سپلائرز، بینکروں، اور دیگر تمام اسٹیک ہولڈرز کا ان کے مسلسل اعتماد اور تعاون پر شکریہ ادا کرتا ہوں۔

منجانب بورڈ آف ڈائریکٹرز

Naila Zahid

نائلہ زاہد

چیئر پرسن

کراچی 27 مئی 2025

DIRECTORS' REPORT

Dear Shareholders,

The Board of Directors presents its report along with the Interim Financial Statements of the Company for the nine months ended March 31, 2025.

FINANCIAL RESULTS

A summary of the financial results for the period, with comparative figures for the same period of last year, is as follows:

	Mar. 31, 2025 Rs. In Million	Mar. 31, 2024 Rs. In Million
Sales – net	4,361.19	9,468.50
Gross Profit / (Loss)	(213.56)	245.26
Gross Profit / (Loss) %	(4.89%)	2.59%
Loss before Levies and Taxation	(817.79)	(482.94)
Loss after Levies and Taxation	(648.72)	(493.56)
Loss after tax %	(14.87%)	(5.21%)
Loss per share	Rs. (30.50)	Rs. (23.21)

OVERVIEW

The decline in sales volume is primarily due to operation of our production units at reduced capacity, driven by a persistently challenging business environment. Although macroeconomic indicators such as declining inflation and a downward trend in policy rates are encouraging, the persistently high costs of energy and raw materials remain key challenges that are adversely impacting the financial performance of the Company.

PRESENT AND FUTURE OUTLOOK

The textile industry of Pakistan continues to face significant challenges, basically due to irrational and unfriendly government policies and escalating production costs, raw cotton shortages and increasing rates of energy. Global recession and political uncertainty have further dampened demand of textile products.

The cotton crop for the current year is estimated at 5.5 million bales, which is approximately 30% lower than the 7.325 million bales produced last year. This significant shortfall will further increase the industry's dependency on imported cotton. It is essential for the government to adopt effective policies to enhance cotton yield and increase cultivation area.

EXPANSION AND MODERNIZATION

The Company remains committed to improve operational efficiency through Balancing, Modernization, and Replacement (BMR) initiatives. Plans are in progress for the installation of solar and wind power projects to reduce energy costs. The management is also considering the addition of open-end spinning machinery to improve operational efficiency and lower manufacturing expenses.

ACKNOWLEDGEMENT

The Board of Directors extends its sincere appreciation to the employees for their continued efforts. We also thank our valued customers, suppliers, and financial partners for their consistent support and cooperation.

On behalf of the Board of Directors

Karachi:
May 27, 2025


Omer Bin Zahid
Director


ZAHID MAZHAR
Chief Executive

ڈائریکٹرز رپورٹ

محترم شیئر ہولڈرز،

بورڈ آف ڈائریکٹرز، 31 مارچ، 2025 کو ختم ہونے والی نو ماہ کی مدت کے لیے کمپنی کے عبوری مالیاتی گوشواروں کے ساتھ اپنی رپورٹ پیش کر رہا ہے۔

مالیاتی نتائج

اس مدت کے مالیاتی نتائج کا خلاصہ گزشتہ سال کی اسی مدت کے اعداد و شمار کے ساتھ تقابلی شکل میں درج ذیل ہیں۔

31 مارچ 2024	31 مارچ 2025	
روپے ملین میں	روپے ملین میں	
9,468.50	4,361.19	خالص فروخت
245.26	(213.56)	مجموعی منافع / نقصان
2.59%	(4.89%)	مجموعی منافع %
(482.94)	(817.97)	نقصان قبل از ٹیکس اینڈ لیویز
(493.56)	(648.72)	نقصان بعد از ٹیکس اینڈ لیویز
(5.21%)	(14.87%)	نقصان بعد از ٹیکس %
Rs. (23.21)	Rs. (30.50)	فی حصص نقصان

چانزہ

سبز میں کمی بنیادی طور پر ہماری پیداوار کی یونٹس کی محدود صلاحیت پر کام کرنے کے باعث ہوئی، جس کی بڑی وجہ مسلسل مشکل کاروباری حالات ہیں۔ اگرچہ مہنگائی میں کمی اور پالیسی ریش میں کمی جیسے میکرو اکنامک اشاریے حوصلہ افزا ہیں، لیکن توانائی اور خام مال کی بلند قیمتیں اب بھی کمپنی کی مالی کارکردگی پر منفی اثر ڈال رہی ہیں۔

موجودہ اور مستقبل کا منظر نامہ

پاکستان کی ٹیکسٹائل انڈسٹری کو اب بھی سنجیدہ چیلنجز کا سامنا ہے، جن کی بنیاد غیر معقول اور کاروبار مخالف حکومتی پالیسیاں، پیداواری لاگت میں اضافہ، خام کپاس کی کمی، اور توانائی کی بڑھتی ہوئی قیمتیں ہیں۔ عالمی کساد بازاری اور سیاسی غیر یقینی کی صورت حال نے ٹیکسٹائل مصنوعات کی طلب کو مزید متاثر کیا ہے۔

موجودہ سال کے لیے کپاس کی پیداوار کا تخمینہ 5.5 ملین گانٹھیں لگایا گیا ہے، جو کہ گزشتہ سال کی پیداوار 7.325 ملین گانٹھوں سے تقریباً 30% کم ہے۔ یہ بڑی کمی انڈسٹری کو درآمدی کپاس پر مزید انحصار کرنے پر مجبور کرے گی۔ حکومت کے لیے ضروری ہے کہ وہ ایسی موثر پالیسیاں اپنائے جو کپاس کی پیداوار اور کاشت کے رقبے میں اضافہ کریں۔

توسیع اور جدت طرازی

کمپنی پیداواری کارکردگی بہتر بنانے کے لیے "ہیلٹنگ، ماڈرنائزیشن، اور رینٹیلیٹمنٹ" (BMR) اقدامات پر بڑے عزم ہے۔ توانائی کے اخراجات کم کرنے کے لیے سٹشی اور ہوا سے بجلی پیدا کرنے کے منصوبوں کی تنصیب کے لیے منصوبہ بندی جاری ہے۔ انتظامیہ اوپن اینڈ سپینگ مشینری کی تنصیب پر بھی غور کر رہی ہے تاکہ پیداواری صلاحیت اور لاگت میں مزید بہتری لائی جاسکے۔

اظہار تشکر

ڈائریکٹرز بورڈ کمپنی کے ملازمین کی مسلسل محنت پر ان کا تہہ دل سے شکریہ ادا کرتا ہے۔ ہم اپنے معزز صارفین، سپلائرز، اور مالیاتی شراکت داروں کے تعاون اور حمایت کے بھی شکرگزار ہیں۔

منجانب بورڈ آف ڈائریکٹرز

Said Majeed
زاہد مظہر
چیف ایگزیکٹو

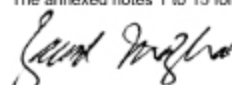
نہال محمد
ڈائریکٹر

کراچی 27 مئی 2025

NADEEM TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	Note	(Un-audited) 31-Mar-25 Rupees	(Audited) 30-Jun-24 Rupees
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	3	3,337,176,596	3,579,775,573
Deferred taxation - net		158,838,268	-
Long term deposits		33,303,456	33,303,456
		3,529,318,321	3,613,079,029
CURRENT ASSETS			
Stores, spares and loose tools		162,799,485	245,746,781
Stock in trade	4	1,074,436,069	1,555,022,575
Trade debts		990,793,553	1,504,000,691
Investments		177,307,921	172,307,921
Loans and advances		196,661,624	147,587,572
Other receivables		15,496,732	35,856,465
Tax refunds due from Government		11,933,655	74,030,149
Cash and bank balances		91,467,736	182,240,917
		2,720,896,775	3,916,793,071
TOTAL ASSETS		6,250,215,096	7,529,872,100
EQUITY AND LIABILITIES			
Authorized share capital			
33,000,000 ordinary shares of Rs. 10 each		330,000,000	330,000,000
Issued subscribed and paid-up capital		212,667,350	212,667,350
Surplus on revaluation property, plant and equipment		1,173,678,984	1,184,716,919
Share premium		388,683,536	388,683,536
		1,562,362,520	1,573,400,455
Contribution from associated undertaking		340,000,000	340,000,000
Unappropriated profits		(64,229,501)	573,452,787
Total Equity		2,050,800,370	2,699,520,592
NON CURRENT LIABILITIES			
Long term financing - secured		340,677,864	448,453,463
Staff retirement benefits - gratuity		97,685,677	141,602,143
Deferred taxation - net		-	64,927,730
		438,363,541	654,983,336
CURRENT LIABILITIES			
Loan from directors		151,300,000	139,300,000
Trade and other payables		1,087,879,356	1,371,067,429
Accrued mark-up		91,442,079	130,469,647
Short term borrowings - secured		2,237,501,125	2,352,411,500
Unclaimed dividend		1,503,383	1,506,408
Taxation - net		-	8,398,485
Current portion of long term financing		143,075,242	137,764,703
Current portion of loan from related parties		48,350,000	34,450,000
		3,761,051,185	4,175,368,172
Contingencies and commitments	6		
TOTAL EQUITY AND LIABILITIES		6,250,215,096	7,529,872,100

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Chief Executive
May 27, 2025



Director



Chief Financial Officer

NADEEM TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

	NINE MONTHS ENDED		QUARTER ENDED	
Note	31-Mar-25 Rupees	31-Mar-24 Rupees	31-Mar-25 Rupees	31-Mar-24 Rupees
Sales - net	4,361,199,157	9,468,504,523	974,123,077	2,912,735,754
Cost of sales	(4,574,762,755)	(9,223,238,746)	(1,073,408,756)	(2,966,792,607)
Gross profit / (loss)	(213,563,598)	245,265,777	(99,285,679)	(54,056,853)
Administrative expenses	(127,974,954)	(134,378,245)	(41,282,327)	(41,090,923)
Distribution cost	(74,121,075)	(139,480,530)	(19,939,109)	(37,137,047)
	(202,096,029)	(273,858,775)	(61,221,436)	(78,227,970)
Operating profit / (loss)	(415,659,627)	(28,592,998)	(160,507,115)	(132,284,823)
Finance costs	(410,496,295)	(510,957,977)	(107,509,599)	(156,090,564)
Other operating expenses	8,184,884	56,602,993	(8,633,163)	26,568,409
	(402,311,411)	(454,354,984)	(116,142,762)	(129,522,155)
Loss before levies and taxation	(817,971,038)	(482,947,982)	(276,649,877)	(261,806,978)
Levies	8 (54,514,989)	(99,410,161)	(12,176,538)	(33,504,864)
Loss before taxation	(872,486,028)	(582,358,143)	(288,826,416)	(295,311,842)
Taxation - net	223,765,778	88,801,944	77,272,513	47,311,584
Loss after taxation	(648,720,249)	(493,556,199)	(211,553,902)	(248,000,258)
Loss per share - basic and diluted	(30.50)	(23.21)	(9.95)	(11.66)

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Chief Executive
May 27, 2025



Director



Chief Financial Officer

NADEEM TEXTILE MILLS LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

	NINE MONTHS ENDED		QUARTER ENDED	
	31-Mar-25 Rupees	31-Mar-24 Rupees	31-Mar-25 Rupees	31-Mar-24 Rupees
Loss for the period	(648,720,249)	(493,556,199)	(211,553,902)	(248,000,258)
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive loss for the period	<u>(648,720,249)</u>	<u>(493,556,199)</u>	<u>(211,553,902)</u>	<u>(248,000,258)</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Chief Executive
May 27, 2025



Director



Chief Financial Officer

NADEEM TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025

	31-Mar-25 RUPEES	31-Mar-24 RUPEES
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(817,971,038)	(482,947,982)
Adjustment for non cash and other items:		
Depreciation expense	169,563,958	185,164,455
Provision for gratuity	42,767,600	42,070,569
Loss /(gain) on disposal on property, plant & equipment	-	(651,086)
Provison for worker's wfare fund	(3,832,456)	1,598,535
Financial cost	410,496,295	510,957,977
	<u>618,995,397</u>	<u>739,140,450</u>
Operating profit before working capital changes	(198,975,642)	256,192,468
(Increase) / Decrease in Current Assets		
Stores, spares and loose tools	82,947,296	(39,488,736)
Stock in trade	480,586,506	1,150,428,225
Trade debts	513,207,138	(317,543,755)
Loans and advances	(49,074,052)	19,836,630
Other receivables	44,806,044	(5,700,820)
Increase / (Decrease) in Current Liabilities:	1,072,472,932	807,531,544
Trade and other payables	(283,188,073)	(46,017,695)
Net cash generated from Operation	<u>590,309,217</u>	<u>1,017,706,317</u>
Payments for:		
Gratuity	(86,684,066)	(28,727,777)
Taxes paid	(20,806,668)	(34,356,318)
Financial charges paid	(449,523,863)	(517,820,771)
	<u>(557,014,597)</u>	<u>(580,904,866)</u>
Net cash generated / (used) from operating activities	33,294,620	436,801,451
CASH FLOWS FROM INVESTING ACTIVITIES		
addition to property, plant and equipment	(45,705,609)	(104,836,316)
Long term deposit	-	-
Investments	(5,000,000)	(9,440,750)
Proceeds from disposal of property, plant and equipment	118,113,243	10,099,000
Net cash used in investing activities	<u>67,407,634</u>	<u>(104,178,066)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finance obtains / (repaid) - net	(102,465,060)	(75,039,395)
Loan from director obtained / (repaid)	12,000,000	41,500,000
Loan from associate btained / (repaid)	13,900,000	(1,650,000)
	<u>(76,565,060)</u>	<u>(35,189,395)</u>
Net cash (used in) / generated from financing activities	24,137,194	297,433,990
Net increase / (decrease) in cash & cash equivalents		
Cash & cash equivalents at the beginning of the period	(2,170,170,583)	(1,935,455,369)
Cash & cash equivalents at the end of the period	<u>(2,146,033,389)</u>	<u>(1,638,021,379)</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Chief Executive
May 27, 2025



Director



Chief Financial Officer

NADEEM TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2025

Issued, subscribed and paidup capital	Unappropriated profit	Share premium	Surplus on revaluation on property, plant & equipment	Contribution from associated undertaking	Total
--	--------------------------	------------------	--	---	-------

RUPEES

Balance as at June 30, 2023 (restated)	212,667,350	1,533,752,877	388,683,536	1,198,656,838	340,000,000	3,673,760,601
Other comprehensive income/loss	-	-	-	-	-	-
Loss after taxation	-	(493,556,199)	-	-	-	(493,556,199)
Transferred to unappropriated profit on account of incremental depreciation - net deferred tax	-	12,856,038	-	(12,856,038)	-	-
Balance as at March 31, 2024	<u>212,667,350</u>	<u>1,053,052,716</u>	<u>388,683,536</u>	<u>1,185,800,800</u>	<u>340,000,000</u>	<u>3,180,204,402</u>
Balance as at June 30, 2024	212,667,350	573,452,787	388,683,536	1,184,716,919	340,000,000	2,699,520,619
Other comprehensive income/loss	-	-	-	-	-	-
Loss after taxation	-	(648,720,249)	-	-	-	(648,720,249)
Incremental depreciation transferred from surplus on revaluation of fixed assets -net deferred tax	-	11,037,962	-	(11,037,962)	-	-
Balance as at March 31, 2025	<u>212,667,350</u>	<u>(64,229,501)</u>	<u>388,683,536</u>	<u>1,173,678,957</u>	<u>340,000,000</u>	<u>2,050,800,370</u>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



Chief Executive
May 27, 2025



Director



Chief Financial Officer

NADEEM TEXTILE MILLS LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UNAUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2025

1 INTRODUCTION

1.1 Legal status of the company

Nadeem Textile Mills Limited ('the Company') was incorporated in Pakistan on July 15, 1984 as a public limited company under the Companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and its shares are listed on Pakistan Stock Exchange Limited.

1.2 Location of the registered office and the manufacturing facilities

Registered office:

The registered office of the Company is situated at 801-804, Lakson Square Building No.3, Sarwar Shaheed Road, Karachi.

Manufacturing facilities:

The Company's manufacturing facilities are situated as follows:

- Unit-1: A-265, S.I.T.E., Nooriabad, District Dadu, Sindh.
- Unit-2: E-11, S.I.T.E., Kotri, District Dadu, Sindh

1.3 Principal business activity

The main business of the Company is manufacturing and sale of yarn.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statement have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting

- International Accounting Standard 34: 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where 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

These condensed interim financial information does not include all the information and disclosures as require in the annual financial statements and should be read in conjunction with the Company's annual

2.2 Basis of measurement

Items in these financial statements have been measured at their historical cost except for leasehold land, factory building and office premises which are carried at revalued amounts less accumulated

2.3 Functional and presentation currency

Items included in these interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These interim financial statements are presented in Pak Rupees which is the Company's functional and presentation currency, unless otherwise

2.4 Material accounting policies

The material accounting policies adopted in the preparation of these interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended

2.5 Judgment and sources of estimation uncertainty

In preparing the condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the preceding published annual financial statements of the Company as at and for the year ended June 30, 2024.

	Note	Un-audited March 31, 2025	Audited June 30, 2024
		Rupees	
3 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	3.1	3,314,256,596	3,556,228,184
Capital work in progress		22,920,000	23,547,389
		3,337,176,596	3,579,775,573

3.1 Following is the summary of class-wise addition to, or disposals from operating fixed assets:

	Nine Months Ended March 31, 2025 (Un-Audited)		Year ended June 30, 2024 (Audited)	
	Additions Transfers	Disposal (at NBV)	Additions Transfers	Disposal (at NBV)
Building on freehold land	-	-	1,672,386	-
Plant and machinery	42,143,559	(118,098,293)	227,344,381	8,955,323
Office equipment	462,100	-	200,500	-
Furniture and fixture	3,048,750	-	963,448	-
Computer equipment	51,200	-	36,500	-
Vehicles	-	(14,950)	11,213,000	492,591
	45,705,609	(118,113,243)	241,430,215	9,447,914

Un-audited
March 31,
2025
Rupees

Audited
June 30,
2024

4 STOCK INTRADE

Raw material	614,336,152	517,595,937
Work in process	49,254,694	96,935,774
Finished goods	364,760,397	386,945,027
Waste	46,084,825	50,718,713
Raw material in transit	-	502,827,124
	1,074,436,069	1,555,022,575

5 CONTINGENCIES AND COMMITMENTS

Contingencies

There has no change in the status of contingencies as disclosed in financial statements for the year 30-Jun-24

Commitments

As of the reporting date, followings were the financial commitments:

Bank guarantee to Excise and Taxation department	152,475,753	152,475,753
Revolving letter of credit to SSGC	91,987,580	91,987,580

Un-audited
March 31,
2025

Un-audited
March 31,
2024

6 SALES - NET

Local sales	3,260,958,641	4,036,307,400
Export sales - Direct	-	561,007,345
Export sales - Indirect	1,026,329,750	4,762,896,261
Waste	35,991,635	96,501,858
Raw material sales	37,919,131	11,791,659
	4,361,199,157	9,468,504,523

7 COST OF SALES

Opening stock of finished and waste	437,663,767	1,271,338,092
Cost of goods manufactured	4,547,944,210	8,514,097,346
	4,985,607,977	9,785,435,438
Closing stock of finished and waste	(410,845,222)	(562,196,693)
	4,574,762,755	9,223,238,746

7.1 COST OF GOODS MANUFACTURED

Raw material consumed	3,088,756,203	6,479,724,949
Conversion cost	1,411,506,928	2,027,661,616
	4,500,263,131	8,507,386,565
Change in work-in-process - inventory		
Opening stock	96,935,774	98,450,984
Closing stock	(49,254,694)	(91,740,203)
	47,681,080	6,710,781
	4,547,944,210	8,514,097,346

8 LEVIES

Income tax		
Excess of minimum tax over normal tax	41,685,868	47,602,650
Final tax	12,829,122	51,807,511
	54,514,989	99,410,161

9 TAXATION - Net

Deferred tax	223,765,778	88,801,944
	223,765,778	88,801,944

10 TRANSACTIONS WITH RELATED PARTIES

Nadeem International (Pvt.) Ltd.

Associated company by virtue of common directorship

Transactions during the period

	Un-audited March 31, 2025	Un-audited March 31, 2024
	Rupees	
Weighbridge	135,000	135,000
Loan received	19,000,000	11,700,000
Loan repaid	5,100,000	13,350,000
Contribution from associated undertaking	340,000,000	340,000,000
Balance outstanding	48,350,000	36,550,000

Mr. Zahid Mazhar

Chief Executive Officer

Loan received	12,000,000	13,000,000
Loan repaid	-	-
Balance outstanding	107,000,000	95,000,000

Mr. Hassan Bin Zahid

Executive Director

Loan repaid	-	11,500,000
Balance outstanding	4,300,000	4,300,000

Mrs. Naila Zahid

Director

Loan received	-	40,000,000
Balance outstanding	40,000,000	40,000,000

11 OPERATING SEGMENT

These interim financial statements have been prepared on the basis of a single reportable segment as the Company's asset allocation decisions are based on a single and integrated business strategy.

12 FAIR VALUE OF ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The carrying values of all financial assets and liabilities reflected in these condensed interim financial statements approximate their fair values.

Fair value hierarchy

Level 1: Quoted market price (unadjusted) in an active market.

Level 2: Valuation techniques based on observable inputs.

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data.

Presently, the only items in the interim financial statements that are carried at fair value are plant and machinery and electrical installations. The Company engages an independent external valuer to carry out a fresh revaluation of these operating fixed assets to ensure that their carrying amounts in financial statements do not differ materially from that which would be determined using fair value at the end of the reporting period. Such valuation usually involves the use of observable and unobservable inputs; however, the weightage of observable inputs used is considered as significant. Accordingly, the Company classifies the aforesaid classes of operating fixed assets within Level 2 of the fair value hierarchy.

The management considers that the carrying amount of all financial assets and liabilities recognised in the financial statements approximate their fair value.

13 CORRESPONDING FIGURES

Corresponding figures and balances have been rearranged and reclassified, wherever considered necessary, for the purpose of comparison, the effects of which are not material.

14 GENERAL

Level of rounding

Figures in these interim financial statements have been rounded off to the nearest rupee.

15 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements has been authorized by the Board of Directors of the Company for issue in their meeting held on May 27 2025.



Chief Executive
May 27, 2025



Director



Chief Financial Officer

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