

J.K. Spinning Mills Limited

Ref: JKSM/T-054/2025

Date: 31/07/2025

The General Manager

Pakistan Stock Exchange Limited Stock Exchange Building, Stock Exchange Road, Karachi.

Sub:

Disclosure of Material Information

Dear Sir

In accordance with Section 96 of the Securities Act, 2015 and Clause 5.6.1 (a) of PSX Regulations, we are pleased to disclose the following material information;

- The Company needs to make advancement in its fabric division and follow a predetermined sequence of operations, by adding automatic and state of the art technology to run our operations more efficiently / smoothly and make it competitive with market. We are adding one automated flat sheet cross hemming unit to optimize the process for automatic movement of fabric to stitch the flat sheet and one automatic pillowcase side-closing unit, totaling to Rs. 161 million. LCs have been established with banks and all funding arrangements are intact. This will help to increase efficiency, reduce labor cost, approve the consistency and accuracy of work. Additionally, it will enhance the safety and reduce error as compared to manual process.
- 2) In order to improve profit margins in PC yarns, the management has decided to convert 34,224 spindles unit to an Open-End Spinning System featuring 6,000 rotors. This strategic move will enable the utilization of Comber-Noil waste, supporting the production of yarns that meets the sustainability requirements of international buyers. Commercial production will start anytime during September, 2025.
- 3) We have already installed 7 MW of Solar Green Energy and negotiations are underway with suppliers for further 7 MW to reduce the energy cost. Bank financing for the said investment has already been approved.

By taking aforementioned measures, Company's profitability will be improved and will pave the way to achieve a sustainable growth.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

Thanking you.

For J.K. Spinning Mills Limited

Ghulam Muhammad Company Secretary

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