



FAZAL CLOTH MILLS LIMITED



FORM-3

FCML/SECT/25/1537

Dated: September 29, 2025

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

Subject: FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2025

Dear Sir,

We have to inform you that the Board of Directors of Fazal Cloth Mills Limited ("the Company") in their meeting held on Monday the September 29, 2025 at 03:30 P.M. at 59/3, Abdali Road, Multan have recommended the following: -

Cash Dividend: Nil
Bonus Issue: Nil
Right Shares: Nil
Any Other Entitlement / Corporate Action: Nil

The financial statements of the Company for the year ended June 30, 2025 are attached herewith as Annexure "A" to "D".

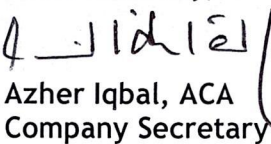
- A. Statement of financial position
- B. Statement of profit or loss
- C. Statement of changes in equity
- D. Statement of cash flows

The Annual General Meeting of the Company will be held on Saturday the October 25, 2025 at 12:00 P.M. at FG Head Office, E/110, Khayaban-e-Jinnah, Defence Chowk, Lahore.

The Share Transfer Books of the Company will be closed from October 18, 2025 to October 25, 2025 (both days inclusive). Transfer received at the Share Registrar Office, Vision Consulting Limited 5-C LDA Flats, 1st Floor, Lawrence Road, Lahore at the close of business on October 17, 2025 will be treated in time for purpose of entitlement of shareholders to attend and vote at Annual General Meeting.

The Annual Financial Statements (Annual Report) of the Company shall be transmitted through PUCARS at least 21 days before holding of Annual General Meeting.

Yours faithfully,


Azher Iqbal, ACA
Company Secretary



Copy for information to:

- Executive Director, Supervision Division, Securities & Exchange Commission of Pakistan (SECP)
NIC Building, 63 Jinnah Avenue Blue Area, Islamabad.

Head Office: 59/3, Abdali Road, Multan

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
Statement Of Financial Position
As at June 30, 2025

	Note	2025 ----- Rupees -----	2024
Assets			
Non current assets			
Property, plant and equipment	6	52,167,363,593	52,090,033,687
Long term investments	7	10,248,129,438	7,639,002,089
Long term advances and mark-up accrued	8	-	-
Long term deposits		25,733,193	110,640,293
		<u>62,441,226,224</u>	<u>59,839,676,069</u>
Current assets			
Stores, spare parts and loose tools	9	2,310,844,034	2,046,801,806
Stock-in-trade	10	33,661,545,599	23,730,084,196
Trade debts	11	12,266,998,305	12,079,342,689
Advances and other receivables	12	324,107,024	217,229,996
Deposits, prepayments and other receivables	13	642,810,677	269,417,471
Mark-up accrued	14	19,085,522	4,281,883
Short term investment	15	608,389,200	315,914,400
Sales tax refundable and adjustable		2,056,456,838	565,170,561
Cash and bank balances	16	1,122,291,188	713,418,102
		<u>53,012,528,387</u>	<u>39,941,661,104</u>
Total assets		<u><u>115,453,754,611</u></u>	<u><u>99,781,337,173</u></u>
Equity and Liabilities			
Share capital and reserves			
Authorised capital		1,700,000,000	1,700,000,000
30,000,000 ordinary shares of Rs.10 each			
Issued, subscribed and paid-up capital	17	300,000,000	300,000,000
Other capital reserves	18	19,616,563,165	2,009,381,395
Revaluation surplus on property, plant and equipment	19	17,970,136,770	18,554,848,169
Unappropriated profit - revenue reserves		9,048,716,202	23,457,160,434
Total equity		<u>46,935,416,137</u>	<u>44,321,389,998</u>
Non current liabilities			
Long term financing - secured	20	11,168,050,617	12,715,332,537
Long term musharika - secured	21	7,956,146,606	2,509,641,813
Lease liability - unsecured	22	66,442,445	70,677,725
Deferred liabilities:			
-Staff retirement benefit	23	604,292,806	576,427,439
-Deferred taxation	23	9,501,841,903	9,234,269,159
		<u>29,296,774,377</u>	<u>25,106,348,673</u>
Current liabilities			
Current portion of non-current liabilities	24	4,311,481,264	3,835,167,740
Short term borrowings - secured	25	23,537,764,673	17,717,675,277
Contract liabilities	26	1,294,316,323	438,053,016
Trade and other payables	27	8,996,266,832	6,387,042,998
Unclaimed dividend		21,977,192	22,002,980
Accrued mark-up	28	882,273,218	1,320,363,612
Provision for income tax and levies - net		177,484,595	633,292,879
		<u>39,221,564,097</u>	<u>30,353,598,502</u>
Total liabilities		<u>68,518,338,474</u>	<u>55,459,947,175</u>
Contingencies and commitments	29		
Total equity and liabilities		<u><u>115,453,754,611</u></u>	<u><u>99,781,337,173</u></u>

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

Chief Executive Officer

Director

Chief Financial Officer



Fazal Cloth Mills Limited
Statement Of Profit Or Loss
For the Year Ended June 30, 2025

	Note	2025 ----- Rupees -----	2024
Revenue from contracts with customers - net	30	90,002,392,849	97,160,875,498
Cost of sales	31	(82,305,647,102)	(86,143,904,773)
Gross profit		7,696,745,747	11,016,970,725
Selling and distribution expenses	32	(516,633,533)	(559,628,231)
Administrative expenses	33	(900,286,707)	(780,681,536)
Other income	34	906,337,549	1,665,202,999
Other expenses	35	(304,017,262)	(178,546,961)
Profit from operations		6,882,145,794	11,163,316,996
Finance cost	36	(5,276,230,315)	(8,337,427,848)
Profit before levies and income tax		1,605,915,479	2,825,889,148
Levies	37.1	(1,201,635,991)	(1,330,579,074)
Profit before income tax		404,279,488	1,495,310,074
Income tax	37.2	(287,142,029)	289,977,481
Profit after taxation		117,137,459	1,785,287,555
Earnings per share - basic and diluted		3.90	59.51

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


Chief Executive Officer

Director




Chief Financial Officer

Annexure - "C"

Fazal Cloth Mills Limited
Statement Of Changes In Equity
For the Year Ended June 30, 2025

	Capital reserves						Revenue reserve		
	Share capital	Share premium	Redemption reserve	Fair value reserve - net of tax	Revaluation surplus on property, plant and equipment - net of tax	Reserve against capacity expansion	Sub-total	Unappropriated profit	Total
	-----R u p e e s-----								
Balance as at July 01, 2023	300,000,000	77,616,000	175,000,000	823,129,157	22,130,639,044	-	23,206,384,201	21,140,136,577	44,646,520,778
Total comprehensive income for the year ended June 30, 2024									
Profit for the year	-	-	-	-	-	-	-	1,785,287,555	1,785,287,555
Other comprehensive income / (loss)	-	-	-	933,636,238	-	-	933,636,238	(80,631,210)	853,005,028
	-	-	-	933,636,238	-	-	933,636,238	1,704,656,345	2,638,292,583
Change in effective tax rate	-	-	-	-	(2,963,423,363)	-	(2,963,423,363)	-	(2,963,423,363)
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the year - net of tax	-	-	-	-	(589,643,452)	-	(589,643,452)	589,643,452	-
Transfer from surplus on revaluation of fixed assets on disposal - net of tax	-	-	-	-	(22,724,060)	-	(22,724,060)	22,724,060	-
Balance as at June 30, 2024	300,000,000	77,616,000	175,000,000	1,756,765,395	18,554,848,169	-	20,564,229,564	23,457,160,434	44,321,389,998
Total comprehensive income for the year ended June 30, 2025									
Profit for the year	-	-	-	-	-	-	-	117,137,459	117,137,459
Other comprehensive income / (loss)	-	-	-	2,607,181,770	-	-	2,607,181,770	(110,293,090)	2,496,888,680
	-	-	-	2,607,181,770	-	-	2,607,181,770	6,844,369	2,614,026,139
Surplus transferred to un-appropriated profit on account of incremental depreciation charged during the year - net of tax	-	-	-	-	(557,497,107)	-	(557,497,107)	557,497,107	-
Transfer from surplus on revaluation of fixed assets on disposal - net of tax	-	-	-	-	(27,214,292)	-	(27,214,292)	27,214,292	-
Transfer of reserves	-	-	-	-		15,000,000,000	15,000,000,000	(15,000,000,000)	-
Balance as at June 30, 2025	300,000,000	77,616,000	175,000,000	4,363,947,165	17,970,136,770	15,000,000,000	37,586,699,935	9,048,716,202	46,935,416,137

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

Chief Executive Officer

Director



Chief Financial Officer

Fazal Cloth Mills Limited
Statement of Cash Flows
For the Year Ended June 30, 2025

		2025	2024
	Note	---- Rupees ----	
<u>Cash flows from operating activities</u>			
Profit before taxation		1,605,915,479	2,825,889,148
Adjustments for:			
Depreciation on property, plant and equipment	6.1.1	2,293,296,740	2,222,502,935
Unrealized gain on re-measurement of short term investment (Reversal) / loss allowance against trade debts	15.1	(292,474,800)	(133,477,200)
Provision for gratuity	23.1.3	(51,935,105)	44,295,308
Provision for infrastructure cess		268,930,768	251,945,737
Provision for workers' profit participation fund	35	813,832,944	343,510,946
Provision for workers' welfare fund	35	45,837,857	33,645,019
Loss on disposal of property, plant and equipment	35	33,709,232	56,984,574
Reversal of loss allowance against long term advance	6.2	36,855,339	15,503,332
Gain on de-recognition of mark-up upon conversion into preference shares		-	(307,129,396)
Dividend income	34	(483,798,217)	(451,348,607)
Provision for slow moving store items		6,372,038	(311,013,140)
Finance income on Term finance certificate		(42,990,435)	-
Finance cost		5,276,230,315	(15,443,032)
		8,337,427,848	
Cash generated from operations before working capital changes		9,509,782,155	12,913,293,472
<u>Effect on cash flows due to working capital changes</u>			
(Increase) / decrease in current assets:			
Stores, spares and loose tools		(270,414,266)	(616,901,169)
Stock-in-trade		(9,931,461,403)	7,588,073,778
Trade debts		(135,720,511)	(755,017,227)
Advances and other receivable		(106,877,028)	1,121,463
Deposits, prepayments and other receivables		(373,393,206)	332,075,284
		(10,817,866,414)	6,549,352,129
Increase / (decrease) in current liabilities:			
Trade and other payables		2,572,107,108	(2,648,143,171)
Cash generated from operations		1,264,022,849	16,814,502,430
Gratuity paid to employees	23.1.2	(351,358,491)	(201,370,182)
Taxes paid - net		(3,170,245,416)	1,909,033,290
		(3,521,603,907)	1,707,663,108
Net cash (used in) / generated from operating activities		(2,257,581,058)	18,522,165,538
<u>Cash flows from investing activities</u>			
Fixed capital expenditure	6.2	(2,444,240,116)	(1,537,019,766)
Proceeds from sale of property, plant and equipment		36,758,131	41,710,000
Long term deposits		84,907,100	(85,100,000)
Finance income received		28,186,796	12,359,533
Dividend received from associated company		483,798,217	311,013,140
Net cash used in investing activities		(1,810,589,872)	(1,257,037,093)
<u>Cash flows from financing activities</u>			
Long term financing obtained		2,774,638,954	2,217,188,000
Long term financing repaid		(2,993,242,097)	(2,522,089,107)
Long term musharika obtained		5,489,548,859	77,739,800
Long term musharka repaid		(897,210,735)	(708,333,335)
Short term borrowings - net		3,858,713,895	(5,357,144,668)
Lease rentals paid		(12,861,533)	(11,692,302)
Finance cost paid		(5,703,893,040)	(8,281,044,015)
Dividend paid		(25,788)	(548,284)
Net cash generated from / (used in) financing activities		2,515,668,515	(14,585,923,911)
Net (decrease) / increase in cash and cash equivalents		(1,552,502,415)	2,679,204,534
Cash and cash equivalents at beginning of the year		(542,880,740)	(3,222,085,274)
Cash and cash equivalents at end of the year		(2,095,383,155)	(542,880,740)
Cash and cash equivalents at year end comprises of:			
Cash and bank balances		1,122,291,188	713,418,102
Running finance / running musharika		(3,217,674,343)	(1,256,298,842)
		(2,095,383,155)	(542,880,740)

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

Chief Executive Officer

Director

Chief Financial Officer

