

# AZGARD9

Tomorrow's Denim Today

**AZGARD NINE LIMITED**  
Interim Financial Report  
for the quarter ended  
September 30, 2025 (Un-audited)

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## COMPANY INFORMATION

### BOARD OF DIRECTORS

Mr. Zahid Mahmood  
Chairman  
Mr. Ahmed H. Shaikh  
Chief Executive  
Mr. Abid Hussain  
Mr. Ihsan Ahmad  
Ms. Maliha Sarda Azam  
Mr. Nasir Ali Khan Bhatti  
Syed Hasan Akbar Kazmi  
Mr. Usman Rasheed

### COMPANY SECRETARY

Mr. Muhammad Awais

### CHIEF FINANCIAL OFFICER

Mr. Muhammad Zahid Rafiq, FCA

### AUDIT COMMITTEE

Mr. Ihsan Ahmad  
Chairman  
Mr. Nasir Ali Khan Bhatti  
Mr. Usman Rasheed

### HR & REMUNERATION COMMITTEE

Mr. Ihsan Ahmad  
Chairman  
Mr. Ahmed H. Shaikh  
Ms. Maliha Sarda Azam

### AUDITORS

Rahman Sarfaraz Rahim Iqbal Rafiq  
Chartered Accountants

### SHARES REGISTRAR

M/s. Hameed Majeed Associates (Pvt.) Ltd.  
H. M. House, 7-Bank Square, Lahore.  
Ph: +92(0)42 37235081-82  
Fax: +92(0)42 37358817

### REGISTERED OFFICE

Ismail Aiwan-i-Science  
Off: Shahrah-i-Roomi, Lahore-54600.  
Ph: +92(0)42 35761794-5

### BANKERS

#### *Relationship with conventional side*

JS Bank Limited  
MCB Bank Limited  
Habib Bank Limited  
United Bank Limited  
National Bank of Pakistan  
Bank Makramah Limited  
Bank Al Habib Limited

#### *Relationship with Islamic window operations*

Al Baraka Bank Pakistan Limited  
Faysal Bank Limited

### PROJECT LOCATIONS

Textile & Apparel

#### Unit I

2.5 KM Off: Manga Raiwind Road,  
District Kasur, Pakistan.  
Ph: +92(0)42 35384081

#### Unit II

Atta Buksh Road, 18-KM, Off: Ferozepur Road,  
Mouza Atari Saroba, Tehseel Cantt, Lahore,  
Pakistan.  
Ph: +92(0)333 0427020-1

### E-MAIL

info@azgard9.com

### WEB PRESENCE

www.azgard9.com

## Directors' Review

The Directors of Azgard Nine Limited ("the Company") hereby present the Company's Condensed Interim Financial Report for the quarter ended September 30, 2025.

### Principal Activities

The main business of your Company is the production and marketing of denim-focused textile and apparel products, ranging from yarn to retail-ready goods.

Following are the operating financial results of Azgard Nine Limited:

	Quarter ended September 30, 2025 (Rupees)	Quarter ended September 30, 2024 (Rupees)
Sales – net	9,422,178,264	10,097,902,346
Operating profit	546,366,466	571,957,666
Finance cost	(202,451,866)	(308,776,903)
Profit before tax	257,011,076	193,973,494
Profit after tax	114,617,157	67,793,301
Earnings per share	0.23	0.14

### Review of business during this period and the future outlook

During this first quarter, sales of the Company were Rs. 9,422.18 Million registering a decline of 6.69% as compared to the same quarter of last year.

The operating profit of this quarter is Rs. 546.37 million as compared with the operating profit of Rs. 571.96 million for the same quarter of last year. The Company has been able to achieve a net profit after tax of Rs. 114.62 million as compared to a profit of Rs. 67.79 million during the same quarter of last year. This shows a growth of more than 69%.

The first quarter of 2025–26 continued to reflect the ongoing challenges faced by Pakistan's textile industry. Elevated input costs, tariff pressures, working capital constraints, and stringent compliance requirements continued to impact the Company's performance. Energy costs are already significantly higher compared to those of our regional competitors. The minimum wage has been revised upward from PKR 37,000 to PKR 40,000. The combined impact of these factors has eroded our cost advantage, putting downward pressure on profit margins.

The transition to the Normal Tax Regime in July 2024 has increased the tax burden. At the same time, sales tax refunds continue to accumulate. Older claims are still pending, locking up essential working capital. These delays are putting pressure on liquidity, increasing financing costs, and disrupting procurement and production planning. Prompt refund processing is vital to sustain export momentum and support the sector's long-term competitiveness, which has already been weakened by the super tax.

Despite the difficult environment, the Company managed to post improved earnings. This performance reflects disciplined cost management and continuous efforts to improve operational efficiency.

Looking ahead, the Company is implementing a series of strategic measures to navigate ongoing challenges and strengthen its competitiveness. In response to margin pressures, management is focused on enhancing operational efficiency through improved production planning, better capacity utilization, and process automation. Initiatives to reduce energy costs remain a key priority, including investment in renewable energy and energy-efficient technologies which will achieve our sustainability goals. The Company is also emphasizing cost optimization through supply chain rationalization, waste reduction, and tighter working capital management.

The Board extends its sincere appreciation to all stakeholders for their continued trust and cooperation. Their support remains vital as the Company navigates current challenges and pursues sustainable growth. With collective commitment, we are confident in achieving stronger and more progressive performance in the future.

**On behalf of the Board of Directors**



**Chief Executive Officer**



**Director**

Date: October 27, 2025

## ڈائریکٹرز کا جائزہ

ایڈگارڈ نائن لمیٹڈ (کمپنی) کے ڈائریکٹرز کمپنی کی کثیف عبوری مالیاتی رپورٹ برائے سہ ماہی ختمہ 30 ستمبر 2025 پیش کرتے ہیں۔

### اہم سرگرمیاں

آپ کی کمپنی کا بنیادی کاروبار دھواگہ سے لے کر خوردہ تیار سامان، ڈینیم کپڑا اور تیار ڈینیم ملبوسات کی مصنوعات کی پیداوار اور مارکیٹنگ پر مرکوز ہے۔  
ایڈگارڈ نائن لمیٹڈ کے آپریٹنگ مالیاتی نتائج درج ذیل ہیں:

سہ ماہی ختمہ 30 ستمبر 2024 (روپے)	سہ ماہی ختمہ 30 ستمبر 2025 (روپے)	
10,097,902,346	9,422,178,264	فروختگی (Net)
571,957,666	546,366,466	آپریٹنگ منافع
(308,776,903)	(202,451,866)	مالیاتی اخراجات
193,973,494	257,011,076	منافع قبل از ٹیکس
67,793,301	114,617,157	منافع بعد از ٹیکس
0.14	0.23	منافع فی شیئر

### اس معیاد کے دوران کاروبار کا جائزہ اور مستقبل پر نظر

اس پہلی سہ ماہی کے دوران، کمپنی کی فروخت 9,422.18 ملین روپے رہی گزشتہ سال کی اسی سہ ماہی کے مقابلے میں 6.69 فیصد کمی ہوئی۔

آپریٹنگ منافع گزشتہ سال کے اس سہ ماہی کے 571.96 ملین روپے کے مقابلے میں اس سہ ماہی کے لئے 546.37 ملین روپے رہا۔ کمپنی بعد از ٹیکس منافع 114.62 ملین روپے حاصل کرنے میں کامیاب رہی، جبکہ پچھلے سال کی اسی سہ ماہی کے دوران بعد از ٹیکس منافع 67.79 ملین روپے تھا۔ یہ 69 فیصد سے زیادہ کی نمو کو ظاہر کرتا ہے۔

2025-26 کی پہلی سہ ماہی پاکستان کی ٹیکسٹائل انڈسٹری کو درپیش جاری چیلنجوں کی عکاسی کرتی رہی۔ بڑھے ہوئے ان پٹ اخراجات، ٹیرف کے دباؤ، ورکنگ کپیٹل کی رکاوٹیں، اور سخت تقبیل کی ضروریات کمپنی کی کارکردگی کو متاثر کرتی رہیں۔ توانائی کے اخراجات ہمارے علاقائی حریفوں کے مقابلے میں پہلے ہی نمایاں طور پر زیادہ ہیں۔ کم از کم اجرت 37,000 روپے سے بڑھا کر 40,000 روپے کر دی گئی ہے۔ ان عوامل کے مشترکہ اثر نے ہماری لاگت کے فائدہ کو ختم کر دیا ہے، منافع کے مارجن میں کمی کی ہوئی۔

جولائی 2024 میں نارل ٹیکس ريجيم میں متغی نے ٹیکس کا بوجھ بڑھا دیا ہے۔ اس کے ساتھ ساتھ سیلز ٹیکس ریفرنڈم بھی جمع ہوتے رہتے ہیں۔ پرانے دعوے ابھی بھی زیر التوا ہیں، ضروری ورکنگ کپیٹل کو نچھو کر دیا گیا ہے۔ یہ تاخیر لیکویڈیٹی پر دباؤ ڈال رہی ہے، مالیاتی اخراجات میں اضافہ، اور خریداری اور پیداوار


کی منصوبہ بندی میں خلل ڈال رہی ہے۔ برآمدات کی رفتار کو برقرار رکھنے اور اس شعبے کی طویل مدتی مسابقت کو سہارا دینے کے لیے فوری اقدام کی واپسی کی کارروائی بہت ضروری ہے، جو پہلے ہی پرنٹس کی وجہ سے کمزور ہو چکی ہے۔

مشکل ماحول کے باوجود، کمپنی بہتر آمدنی حاصل کرنے میں کامیاب رہی۔ یہ کارکردگی نظم و ضبط کے ساتھ لاگت کی منصوبہ بندی اور آپریشنل کارکردگی کو بہتر بنانے کی مسلسل کوششوں کی عکاسی کرتی ہے۔

آگے دیکھتے ہوئے، کمپنی جاری چیلنجوں کا سامنا کرنے اور اپنی مسابقت کو مضبوط کرنے کے لیے اسٹریٹجک اقدامات کا ایک سلسلہ نافذ کر رہی ہے۔ مارجن میں کمی کے جواب میں، انتظامیہ بہتر پیداواری منصوبہ بندی، بہتر صلاحیت کے استعمال، اور پروسیس آٹومیشن کے ذریعے آپریشنل کارکردگی کو بڑھانے پر مرکوز ہے۔ توانائی کی لاگت کو کم کرنے کے اقدامات ایک اہم ترجیح بنی ہوئی ہیں، بشمول قابل تجدید توانائی اور توانائی کی بچت والی ٹیکنالوجیز میں سرمایہ کاری جو ہمارے پائیداری کے اہداف کو حاصل کرے گی۔ کمپنی سپلائی چین ریشٹرائزیشن، ویسٹ میں کمی، اور سخت ورکنگ کمپیٹل مینجمنٹ کے ذریعے لاگت کو بہتر بنانے پر بھی زور دے رہی ہے۔

بورڈ تمام اسٹیک ہولڈرز کو ان کے مسلسل اعتماد اور تعاون کے لیے ان کی مخلصانہ تعریف کرتا ہے۔ ان کا تعاون ضروری ہے کیونکہ کمپنی موجودہ چیلنجوں کا سامنا کرتی ہے اور پائیدار ترقی کو آگے بڑھاتی ہے۔ اجتماعی عزم کے ساتھ، ہم مستقبل میں مضبوط اور زیادہ ترقی پسند کارکردگی کے حصول میں پراعتماد ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے

  
ڈائریکٹر

  
چیف ایگزیکٹو آفیسر

تاریخ: 27 اکتوبر 2025ء

## Condensed Interim Statement of Financial Position (Un-audited) As at September 30, 2025

		(Un-audited) September 30 2025	(Audited) June 30 2025
	Note	Rupees	Rupees
<b>EQUITY AND LIABILITIES</b>			
Authorized share capital		15,000,000,000	15,000,000,000
Issued, subscribed and paid up capital		4,913,753,370	4,913,753,370
Reserves		4,209,658,165	4,032,114,593
Surplus on revaluation of fixed assets		2,868,926,018	2,902,237,912
Unappropriated profit		2,926,308,320	2,955,922,841
		<b>14,918,645,873</b>	<b>14,804,028,716</b>
<b>Non-current liabilities</b>			
Redeemable capital - secured		3,742,208,478	3,804,126,757
Employees retirement benefits		1,307,718,799	1,265,980,758
Deferred mark-up		118,389,043	112,709,911
Deferred taxation		296,168,063	296,168,063
		<b>5,464,484,383</b>	<b>5,478,985,489</b>
<b>Current liabilities</b>			
Current portion of non-current liabilities		1,539,743,756	1,500,053,224
Short term borrowing		2,797,878,525	2,686,388,660
Trade and other payables		3,182,954,556	3,652,044,818
Levies payable		897,569,519	778,907,920
Interest / mark-up accrued on borrowings		249,766,424	205,014,237
Unclaimed dividend on ordinary shares		3,753,253	3,753,252
Provision for income tax - net		110,318,586	114,340,654
		<b>8,781,984,619</b>	<b>8,940,502,765</b>
<b>Contingencies and commitments</b>	4	<b>29,165,114,875</b>	<b>29,223,516,970</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	12,570,935,848	12,093,040,142
Long term investments		124,333,580	124,333,580
Long term deposits and receivables		161,732,851	163,264,370
		<b>12,857,002,279</b>	<b>12,380,638,092</b>
<b>Current assets</b>			
Store,spares and loose tools		381,777,620	347,673,265
Stock-in-trade		6,091,230,147	5,667,465,821
Trade receivables		3,323,740,972	3,859,253,072
Receivable against non-current assets held for sale		706,412,075	706,412,075
Deposits & Prepayments		1,480,973,110	1,362,269,330
Advances and other receivables		1,142,883,708	1,464,966,869
Short term investments		138,603,560	138,603,560
Tax refund due from government		1,186,472,920	1,152,040,570
Funds for restructuring scheme		908,286,127	892,167,454
Cash and bank balances	8	947,732,356	1,252,026,862
		<b>16,308,112,596</b>	<b>16,842,878,878</b>
		<b>29,165,114,875</b>	<b>29,223,516,970</b>

The annexed notes from 1 to 12 form an integral part of these interim financial statements.

Lahore

Chief Executive Officer

Director

Chief Financial Officer



**Condensed Interim Statement of Profit or Loss (Un-audited)**  
**For the quarter ended September 30, 2025**

		July 2025 to September 2025	July 2024 to September 2024
	Note	Rupees	Rupees
<b>Sales - net</b>		<b>9,422,178,264</b>	10,097,902,346
Cost of sales		<b>(8,348,821,246)</b>	(8,905,569,870)
<b>Gross profit</b>		<b>1,073,357,018</b>	1,192,332,476
Other income		<b>185,782,403</b>	185,370,817
Selling and distribution expenses		<b>(377,635,342)</b>	(565,417,746)
Administrative expenses		<b>(278,379,538)</b>	(226,631,833)
Other Expenses		<b>(45,819,161)</b>	(13,696,048)
Impairment for expected credit loss		<b>(10,938,914)</b>	-
<b>Profit from operations</b>		<b>546,366,466</b>	571,957,666
Finance cost	7	<b>(202,451,866)</b>	(308,776,903)
Amortization of notional income		<b>(86,903,524)</b>	(69,207,269)
<b>Profit before taxation</b>		<b>257,011,076</b>	193,973,494
Taxation		<b>(142,393,919)</b>	(126,180,193)
<b>Profit after taxation</b>		<b>114,617,157</b>	67,793,301
<b>Earnings per share - basic and diluted</b>		<b>0.23</b>	0.14

The annexed notes from 1 to 12 form an integral part of these interim financial statements.

Lahore

  
 Chief Executive Officer

  
 Director

  
 Chief Financial Officer

**Condensed Interim Statement of Comprehensive Income (Un-audited)**  
**For the quarter ended September 30, 2025**

	July 2025 to September 2025	July 2024 to September 2024
	Rupees	Rupees
Profit after taxation	114,617,157	67,793,301
<i>Items that may not be subsequently reclassified to statement of profit or loss</i>		
Re-measurement of post retirement benefits obligations	-	-
<b>Total comprehensive income for the period</b>	<b>114,617,157</b>	<b>67,793,301</b>

The annexed notes from 1 to 12 form an integral part of these interim financial statements.

Lahore

  
 Chief Executive Officer

  
 Director

  
 Chief Financial Officer

## Condensed Interim Statement of Cash Flows (Un-audited) For the quarter ended September 30, 2025

	July 2025 to September 2025	July 2024 to September 2024
Note	Rupees	Rupees
<b>Cash flow from operating activities</b>		
Profit before taxation	257,011,075	193,973,494
Adjustments	536,452,738	508,379,956
<b>Operating profit before working capital changes</b>	<b>793,463,813</b>	<b>702,353,450</b>
Changes in working capital	(110,262,120)	(10,325,225)
Cash generated from operations	683,201,693	692,028,225
<b>Payments for:</b>		
Interest/markup/return paid	(31,544,071)	(122,221,114)
Taxes paid	(215,749,180)	(253,172,071)
Long term deposits	1,531,519	-
Post retirement benefits	(36,825,927)	(34,053,241)
	(282,587,659)	(409,446,426)
<b>Net cash generated from operating activities</b>	<b>400,614,034</b>	<b>282,581,799</b>
<b>Cash flows from investing activities</b>		
Capital expenditure incurred during the period	(685,508,818)	(217,464,606)
Proceeds from disposal of fixed assets	-	2,200,000
Short term investment	-	(236,360)
<b>Net cash used in investing activities</b>	<b>(685,508,818)</b>	<b>(215,500,966)</b>
<b>Cash flows from financing activities</b>		
Repayment of redeemable capital	(105,398,498)	(95,514,823)
Transaction cost paid	(9,372,415)	-
Short term borrowings-net	51,389,170	(19,927,720)
<b>Net cash used in financing activities</b>	<b>(63,381,743)</b>	<b>(115,442,543)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(348,276,527)</b>	<b>(48,361,711)</b>
<b>Cash and cash equivalents at the beginning of period</b>	<b>1,777,922,683</b>	<b>1,745,142,828</b>
<b>Cash and cash equivalents at the end of period</b> 8	<b>1,429,646,156</b>	<b>1,696,781,117</b>

The annexed notes from 1 to 12 form an integral part of these interim financial statements.

Lahore

  
 Chief Executive Officer

  
 Director

  
 Chief Financial Officer

## Condensed Interim Statement of Changes in Equity (Un-audited) For the quarter ended September 30, 2025

	Issued, subscribed and paid-up capital	Share premium	Reserve on merger	Capital Reserves				Total reserves	Surplus on revaluation of fixed assets	Unappropriated profit	Total equity
				Preference share redemption reserve	New Zero Coupon PPFTCs Redemption Reserve						
As at 01 Jul, 2024 - Audited	4,913,753,370	2,358,246,761	105,152,005	148,367,255	710,174,286			3,321,940,307	2,685,789,742	2,779,565,258	13,701,048,677
Profit after income taxes	-	-	-	-	-	-	-	-	-	67,793,301	67,793,301
Other comprehensive income	-	-	-	-	-	-	-	-	-	67,793,301	67,793,301
Transfer of incremental depreciation from surplus on revaluation of operating fixed assets	-	-	-	-	-	-	-	-	(36,508,015)	36,508,015	-
Transfer of reserve from accumulated profits to new zero coupon PPFTCs redemption reserve	-	-	-	-	177,543,572	177,543,572	-	177,543,572	-	(177,543,572)	-
As at Sept. 30 2024-Unaudited	4,913,753,370	2,358,246,761	105,152,005	148,367,255	887,717,858	3,499,483,879	2,649,281,727	2,706,323,002	-	-	13,768,841,978
As at Jul 01, 2025 - Audited	4,913,753,370	2,358,246,761	105,152,005	148,367,255	1,420,348,572	4,032,114,593	2,902,237,912	2,955,922,841	-	-	14,804,028,716
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	114,617,157	114,617,157
Profit for the period ended Sept. 30, 2025	-	-	-	-	-	-	-	-	-	33,311,894	-
Other comprehensive income	-	-	-	-	-	-	-	-	(33,311,894)	-	-
Transfer of incremental depreciation from surplus on revaluation of fixed assets	-	-	-	-	-	-	-	-	-	114,617,157	-
Transfer of reserve from accumulated profits to new zero coupon PPFTCs redemption reserve	-	-	-	-	177,543,572	177,543,572	-	177,543,572	-	(177,543,572)	-
As at Sept 30, 2025 - Unaudited	4,913,753,370	2,358,246,761	105,152,005	148,367,255	1,597,892,144	4,209,638,165	2,968,926,018	2,936,308,320	-	-	14,918,645,873

The annexed notes from 1 to 12 form an integral part of these interim financial statements.



Lahore

Chief Executive Officer



Director



Chief Financial Officer

## Condensed Interim Selected Explanatory Notes to the Financial Statements (Un-audited) For the quarter ended September 30, 2025

### 1 Legal status and nature of business

Azgard Nine Limited ("the Company") was incorporated in Pakistan as a Public Limited Company on April 7, 2004 and listed on Pakistan Stock Exchange Limited. The Company is a composite spinning, weaving, dyeing and stitching unit engaged in the manufacturing of yarn, denim and denim products. The registered office of the Company is situated at Ismail Aiwan-e-Science, off Shahrah-e-Roomi, Lahore. The Company has two production units with Unit I located at 2.5 km off Manga, Raiwind Road, District Kasur and Unit II (rented facility) located at Atta Buksh Road, 18-km, off Ferozepur road, Mouza Atari Saroba, Tehseel Cantt, Lahore.

### 2 Basis of preparation

#### 2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, 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 been followed.

These condensed interim financial statements do not include all the information required for annual financial statements including financial risk management information and therefore should be read in conjunction with the annual audited financial statements for the year ended June 30, 2025.

Comparative statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2025 whereas comparative statement of profit or loss, statement of changes in equity and statement of cash flows are extracted from unaudited condensed interim financial statements for the quarter ended on September 30, 2024.

These condensed interim financial statements are being submitted to the shareholders as required by Section 237 of the Companies Act, 2017.

### 3 Accounting policies and estimates

**3.1** The accounting policies and methods of computation adopted in the preparation of this condensed interim unconsolidated financial information are the same as those applied in the preparation of the financial statements for the year ended June 30, 2025.

**3.2** Judgements and estimates made by the management in the preparation of the condensed interim financial information are the same as those applied in preparation of annual published financial statements of the Company for the year ended June 30, 2025.

#### 4 Contingencies and commitments

##### 4.1 Contingencies

- 4.1.1 There is no material change in the status of contingencies as disclosed in the financial statements for the year ended Jun 30, 2025.

	(Un-audited) September 30, 2025	(Audited) June 30, 2025
4.2 Commitments		
4.2.1 Commitments under irrevocable letters of credit for:	Rupees	Rupees
- purchase of plant, machinery and loose tools	244,238,757	526,388,662
- purchase of raw material	23,489,779	18,712,155
	<u>267,728,536</u>	<u>545,100,817</u>
4.2.2 Commitments for capital expenditure	<u>497,131,693</u>	<u>592,370,479</u>

- 4.2.3 Counter Guarantees given by the Company to its bankers as at the reporting date amount to Rs. 285.79 million (June 30, 2025: Rs. 285.79 million).

- 4.2.4 Bills discounted as at reporting date aggregated to Rs. 1,176.54 million (June 30, 2025: Rs. 1,951.11 million).

	(Un-audited) September 30, 2025	(Audited) June 30, 2025
5 Property, plant and equipment	Note	Rupees
Operating fixed assets	10,580,730,923	10,746,389,854
Capital work in progress	1,990,204,925	1,346,650,288
	<u>12,570,935,848</u>	<u>12,093,040,142</u>

##### 5.1 Operating fixed assets

Net book value as at the beginning of the period / year	10,746,389,854	10,277,401,479
Additions during the period / year	5.1.1 41,925,354	1,323,502,412
Assets transfer from leased to own	-	920,483
Disposals during the period / year - Net book value	-	(8,942,564)
Depreciation charged during the period / year	(207,584,285)	(846,491,956)
Net book value as at the end of the period / year	<u>10,580,730,923</u>	<u>10,746,389,854</u>

##### 5.1.1 Additions- Cost

###### Assets owned by the Company

Building on freehold land	-	219,749,414
Plant and Machinery	6,700,199	961,191,248
Others	35,225,155	142,561,750
	<u>41,925,354</u>	<u>1,323,502,412</u>

6 Transactions and balances with related parties

Related parties from the Company's perspective comprise associated undertakings, key management personnel (including chief executive and directors), post employment benefit plan and other related parties. Other related parties are group companies of M/s. Jahangir Siddiqui & Co. Ltd. (JSCL) which holds more than twenty (20%) shareholding in the Company. Further, there is no common directorship with JSCL or any of these other related parties. The Company in the normal course of business carries out transactions with various related parties and continues to have a policy whereby all such transactions are carried out on permissible basis with the exceptions as approved by the Board of Directors.

Details of transactions and balances with related parties are as follows:

6.1 Transactions with related parties	(Un-audited) July to September 2025	(Un-audited) July to September 2024
	Rupees	Rupees
6.1.1 Other related parties		
JS Bank Limited		
Markup expense	2,526,506	174,804
Markup Paid	3,668,962	-
Markup income	3,606,053	7,270,645
Unit Trust of Pakistan		
Markup expense	255,155	315,018
	-	
JS Large Cap Fund		
Markup expense	678,298	839,204
Markup Paid	477,468	636,625
JS Global Capital Limited		
Markup expense	2,662,755	3,294,411
Markup Paid	1,874,369	2,499,159
JS Principal Secure Fund		
Markup expense	273,081	337,861
Markup Paid	192,228	256,303
JS Income Fund		
Markup expense	313,933	387,583
JS Growth Fund		
Markup expense	809,175	1,000,378
Markup Paid	368,608	491,478

6.2 Balances with related parties	(Un-audited) September 30, 2025	(Audited) June 30, 2025
	Rupees	Rupees
<b>JS Bank Limited</b>		
Settlement Finance	13,870,315	13,870,315
Short Term Borrowings	112,000,000	112,000,000
Balance at bank accounts	329,378,910	458,750,036
Mark-up payable	4,266,302	5,408,758
<b>Unit Trust of Pakistan</b>		
Settlement Finance	6,822,073	6,822,073
Redeemable Capital	62,547,500	63,735,000
Mark-up payable	1,802,359	1,547,204
<b>JS Large Cap Fund</b>		
Redeemable capital	94,855,547	98,047,415
Settlement Finance	17,739,525	17,739,525
Mark-up payable	4,234,815	4,033,985
<b>JS Global Capital Limited</b>		
Redeemable capital	372,376,352	384,906,474
Settlement Finance	69,638,980	69,638,980
Mark-up payable	16,624,356	15,835,970
<b>JS Principal Secure Fund</b>		
Redeemable capital	38,185,415	39,470,453
Settlement Finance	7,141,887	7,141,887
Mark-up payable	1,704,925	1,624,072
<b>JS Pension Savings Fund</b>		
Redeemable capital	3,850,000	3,850,000
<b>JS Income Fund</b>		
Redeemable capital	78,111,000	79,572,000
Settlement Finance	8,394,214	8,394,214
Mark-up payable	2,217,672	1,903,739
<b>JS Growth Fund</b>		
Settlement Finance	148,801,795	152,594,685
Redeemable capital	21,330,137	21,330,137
Mark-up payable	5,286,396	4,845,829



		(Un-audited) July to September 2025	(Un-audited) July to September 2024
		Rupees	Rupees
7	Finance Cost		
	Interest / mark-up on:		
	Redeemable capital & Long term finances	28,367,691	33,858,516
	Lease liabilities	-	10,550
	Short term borrowings	47,928,566	95,646,224
		76,296,257	129,515,290
	Amortization of transaction costs	10,151,924	7,897,060
	Bank discounting and other charges	116,003,685	171,364,552
		202,451,866	308,776,903
		(Un-audited) September 30, 2025	(Audited) June 30, 2025
		Rupees	Rupees
8	Cash and cash equivalents at the period end		
	Short term borrowings - running finance	(426,372,328)	(366,271,633)
	Cash and bank balances	947,732,356	1,252,026,862
	Funds for restructuring	908,286,127	892,167,454
		1,429,646,156	1,777,922,683

## 9 Segment information

## 9.1 Information about reportable segments

## 9.1.1 Segment revenues and results

	Spinning segment		Weaving segment		Garment segment		Elimination		Total	
	September-25 Rupees	September-24 Rupees	September-25 Rupees	September-24 Rupees	September-25 Rupees	September-24 Rupees	September-25 Rupees	September-24 Rupees	September-25 Rupees	September-24 Rupees
<b>Revenues</b>										
External	544,480,803	712,755,658	1,808,472,462	3,024,872,849	7,069,224,999	6,428,313,660	-	-	9,422,178,264	10,165,942,167
Inter-segment	238,434,752	168,286,381	2,616,719,109	2,213,313,350	71,833	4,718	(2,855,225,693)	(2,381,604,449)	-	-
	782,915,555	881,042,039	4,425,191,571	5,238,186,199	7,069,296,832	6,428,318,378	(2,855,225,693)	(2,381,604,449)	9,422,178,264	10,165,942,167
<b>Cost of sales</b>										
External	(509,256,036)	(699,555,897)	(1,270,707,337)	(2,280,545,080)	(6,568,857,873)	(5,993,508,712)	-	-	(8,348,821,246)	(8,973,609,690)
Inter-segment	(238,434,752)	(168,286,381)	(2,616,719,109)	(2,213,313,350)	(71,833)	(4,718)	2,855,225,693	2,381,604,449	-	-
	(747,690,788)	(867,842,278)	(3,887,426,446)	(4,493,858,430)	(6,568,929,706)	(5,993,513,430)	2,855,225,693	2,381,604,449	(8,348,821,246)	(8,973,609,690)
<b>Gross profit</b>	35,224,767	13,199,761	537,765,125	744,327,769	500,367,126	434,804,948	-	-	1,073,357,018	1,192,332,477
Selling and distribution expenses	(11,800,900)	(14,600,742)	(75,257,602)	(181,981,221)	(290,576,840)	(368,835,784)	-	-	(377,635,342)	(565,417,746)
Administrative expenses	(43,818,432)	(31,113,449)	(126,036,155)	(77,234,758)	(108,724,950)	(118,283,627)	-	-	(278,379,538)	(226,631,833)
	(55,419,332)	(45,714,191)	(201,293,757)	(259,215,979)	(399,301,790)	(487,119,411)	-	-	(656,014,880)	(792,049,579)
<b>Profit / (loss) from operations</b>	(20,194,565)	(32,514,430)	336,471,368	485,111,791	101,065,336	(52,314,463)	-	-	417,342,138	400,282,900
Other income									185,782,403	185,370,817
Other expenses									(56,758,075)	(13,696,048)
Finance cost									(202,451,866)	(308,776,903)
Amortization of notional income									(86,903,524)	(69,207,269)
Taxation									(142,393,919)	(126,180,193)
<b>Profit after taxation</b>									114,617,157	67,793,301

## 9.1.2 Inter-segment sales and purchases

Inter-segment sales and purchases have been eliminated from total figures.

## 9.1.3 Basis of inter-segment pricing

All inter-segment transfers are made at negotiated rates.



**10 Corresponding figures**

Corresponding figures have been rearranged, where necessary, for the purpose of comparison.

**11 Date of authorization**

This condensed interim unconsolidated financial information was authorized for issue by the Board of Directors of the Company on 27 October 2025.

**12 General**

Figures have been rounded off to the nearest rupee.

Lahore

  
\_\_\_\_\_  
Chief Executive Officer  
\_\_\_\_\_  
Director  
\_\_\_\_\_  
Chief Financial Officer

## NOTE

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# AZGARD9

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