



QUARTERLY REPORT
FOR THE 1ST QUARTER
ENDED SEPTEMBER 30, 2025



FULL FAMILY CLOTHING
PARTNER OF CHOICE

OUR MISSION

To be an agent of [positive change](#) for stakeholders and the community by pursuing an [ethical](#) and [sustainable](#) business.

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COMPANY INFORMATION

BOARD OF DIRECTORS

Musadaq Zulqarnain

Chairperson / Non-Executive Director

Navid Fazil

Chief Executive Officer / Executive Director

Muhammad Maqsood

Executive Director / Group CFO

Farwa Hasnain

Independent Director

Fatima Asad Khan

Independent Director

Romana Abdullah

Independent Director

Tariq Iqbal Khan

Independent Director

Faryal Sadiq

Executive Director

Jahan Zeb Khan Banth

Non-Executive Director

AUDIT COMMITTEE

Tariq Iqbal

Chairperson

Farwa Hasnain

Member

Romana Abdullah

Member

Jahan Zeb Khan Banth

Member

HUMAN RESOURCE & REMUNERATION COMMITTEE

Fatima Asad Khan

Chairperson

Navid Fazil

Member

Farwa Hasnain

Member

Faryal Sadiq

Member

Jahan Zeb Khan Banth

Member

NOMINATION COMMITTEE

Musadaq Zulqarnain

Chairperson

Navid Fazil

Member

Muhammad Maqsood

Member

RISK MANAGEMENT COMMITTEE

Tariq Iqbal Khan

Chairperson

Muhammad Maqsood

Member

Fatima Asad Khan

Member

Romana Abdullah

Member

ENVIRONMENTAL, SOCIAL & GOVERNANCE COMMITTEE

Navid Fazil

Chairperson

Farwa Hasnain

Member

Faryal Sadiq

Member

CHIEF FINANCIAL OFFICER

Muhammad Maqsood

COMPANY SECRETARY

Rana Ali Raza

HEAD OF INTERNAL AUDIT

Jamshaid Iqbal

CHIEF INFORMATION OFFICER

Muhammad Yaqub Ahsan Bhatti

LEGAL ADVISOR

Haidermota & Co.

AUDITORS

Kreston Hyder Bhimji & Co.

Chartered Accountants

SHARE REGISTRAR / TRANSFER AGENT

CDC Share Registrar Services Limited

KARACHI OFFICE:

Share Registrar Department
CDC House, 99-B, Block B, S.M.C.H.S, Main
Shahra-e-Faisal, Karachi – 74400
Tel: (92-21) 111-111-500

LAHORE OFFICE:

Mezzanine Floor,
South Tower, LSE Plaza, 19-Khayaban-e-Aiwan-e-
Iqbal, Lahore.
Tel: (92-42) – 36362061-66

BANKERS

Allied Bank Limited
Bank Alfalah Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Standard Chartered Bank Pakistan Limited
The Bank of Punjab
United Bank Limited

E- COMMUNICATION

Website: www.interloop-pk.com



LinkedIn: Interloop Limited
Twitter: @InterloopLtd
Instagram: interlooplimited
YouTube: Interloop Limited

REGISTERED OFFICE

Interloop Limited

15-A, Peoples Colony No. 1,
Faisalabad, Pakistan
Phone: (92-41) 4360400
Fax: (92-41) 2428704
Email: externalaffairs@interloop.com.pk
Website: www.interloop-pk.com

PLANT LOCATIONS

Hosiery Plant 1 & Corporate Office

1 KM Khurrianwala-Jaranwala Road,
Khurrianwala,
Faisalabad, Pakistan.

Hosiery Plant 2 & 4

7 KM Khurrianwala-Jaranwala Road,
Khurrianwala,
Faisalabad, Pakistan.

Hosiery Plant 3 & Denim Plant

8 KM, Manga-Raiwind Road, Distt. Kasur,
Lahore, Pakistan.

Apparel Plant 1

117 / J.B near Paharang Nala, Millat Road,
Dhanola
Faisalabad, Pakistan.

Hosiery Plant 5 & 6

Apparel Plant 2

6 KM, By Pass Road, Khurrianwala,
Faisalabad, Pakistan.

DIRECTORS' REVIEW REPORT

For The Quarter Ended September 30, 2025

"The Board of Directors of Interloop Limited (Interloop or the Company) is pleased to present the Directors' review report along with the unaudited financial results of the Company for the three months ended on September 30, 2025."

ECONOMIC AND INDUSTRIAL REVIEW

The global economy remains resilient but is showing signs of slowing. The IMF projects global real GDP growth at 3.2 percent in 2025, down from 2024, and further easing to 3.1 percent in 2026. This deceleration reflects ongoing geopolitical tensions, rising protectionism, tight financial conditions, and continued global supply chain disruptions exacerbated by U.S. tariffs.

In Pakistan, economic activity during the first quarter of FY2026 was significantly affected by catastrophic floods, which disrupted agricultural production and heightened inflationary pressures. In light of these challenges, the IMF revised Pakistan's GDP growth forecast downward to 3.7 percent from the earlier target of 4.2 percent. Responding to this uncertain macroeconomic environment, the State Bank of Pakistan adopted a cautious approach, maintaining the policy rate at 11 percent throughout the quarter.

On the external front, the trade deficit expanded by 9.4 percent year-on-year to USD 8.5 billion. This was driven by 8.8 percent increase in imports, which rose to USD 18.5 billion, while exports increased by 8.2 percent to USD 10.1 billion. Despite this widening gap, workers' remittances offered some relief, increasing by 8.4 percent year-on-year to USD 9.5 billion. These inflows played a key role in supporting the current account and contributed to a modest appreciation of the Pakistani rupee, which strengthened by nearly 1 percent from its June 2025 level.

The textile and apparel sector remained steady within the economy during the quarter. Textile exports increased by 5.6 percent year-on-year, reaching USD 4.8 billion compared to USD 4.5 billion in the same period last year. Within the sector, knitwear led the growth with a 12.2 percent increase to USD 1.4 billion, followed by readymade garments at USD 1.1 billion (up 6.1 percent) and bedwear at USD 0.9 billion (up 7.3 percent).

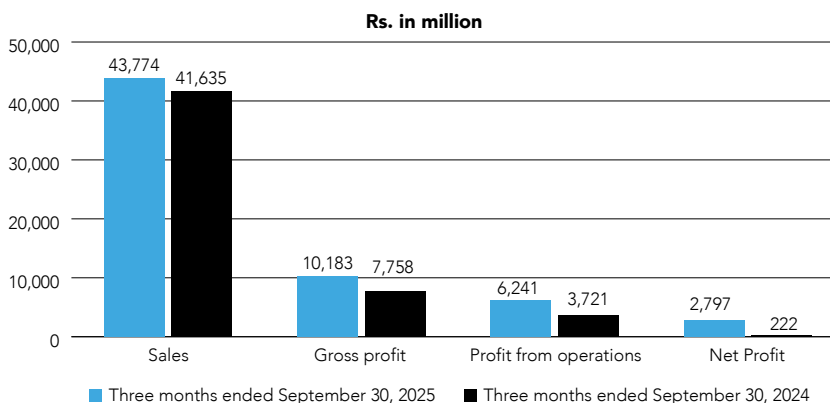
UNCONSOLIDATED FINANCIAL AND OPERATIONAL PERFORMANCE

The Company sustained its growth momentum during the first quarter of FY2026, recording a 5.14 percent increase in revenue, reaching Rs. 43,774 million compared to Rs. 41,635 million in Q1FY2025. Gross profit rose significantly by 31.25 percent to Rs. 10,183 million, up from Rs. 7,758 million in the corresponding period last year, primarily driven by a favorable sales mix, effective cost management and improved utilization.

Profit from operations grew impressively by 67.72 percent to Rs. 6,241 million, reflecting controlled operating expenses and higher productivity. Financial costs declined sharply by 41 percent owing to a significant reduction in borrowings. Consequently, profit after taxation surged to Rs. 2,797 million compared to Rs. 222 million in Q1FY2025. Earnings per share improved to Rs. 2.00 from Rs. 0.16 in the same period last year.

Amid external challenges, the Management remains committed to cost optimization, enhancing operational efficiency, and conducting strategic review of the customer portfolio to sustain profitability. The summarized unaudited financial results for the three months ended September 30, 2025, compared to the same period in 2024, are as follows:

	Three months ended September 30		Variance
	2025	2024	
	Rs. in million		%
Net Sales	43,774	41,635	5.14%
Gross Profit	10,183	7,758	31.25%
Profit from Operations	6,241	3,721	67.72%
Net Profit	2,797	222	1,158.53%
Gross Profit Ratio	23.26%	18.63%	4.63%
Net Profit Ratio	6.39%	0.53%	5.86%
Earnings per Share - Basic and Diluted (Rupees)	2.00	0.16	1,158.53%



CONSOLIDATED FINANCIAL REVIEW

The Q1FY2026 marked a period of solid performance for the Group, reflecting resilience, operational efficiency, and improved profitability. The Group recorded net sales of Rs. 45,202 million, reflecting a year-on-year growth of 5.7 percent compared to Rs. 42,746 million in Q1FY2025. The Group's profitability improved significantly, resulting in a rise of 29 percent in gross profit to Rs. 10,520 million from Rs. 8,140 million in Q1FY2025. Net profit after tax surged to Rs. 2,742 million, representing a substantial increase of 720 percent over Rs. 334 million recorded in Q1FY2025. Earnings per share also improved markedly to

Rs. 1.96, compared to Rs. 0.24 in the same period last year. This strong performance is primarily attributable to enhanced operating margins, efficient cost control, and improved utilization of the apparel project, reflecting the Group's focus on operational excellence and sustainable growth.

The summarized consolidated financial results for the three months ended September 30, 2025, as against September 30, 2024, are as follows:

	Three months ended September 30		Variance
	2025	2024	
	Rs. in million		%
Net Sales	45,202	42,746	5.7%
Gross Profit	10,520	8,140	29.2%
Profit from Operations	6,237	3,844	62.3%
Net Profit	2,742	334	720%
Gross Profit Ratio	23.3%	19.0%	4.3%
Net Profit Ratio	6.1%	0.8%	5.3%
Earnings per Share - Basic and Diluted (Rupees)	1.96	0.24	720%

BUSINESS OUTLOOK AND CHALLENGES

The upcoming quarters remain cautious amid a challenging global and domestic environment. Internationally, supply chain disruptions are expected to persist due to ongoing geopolitical tensions, elevated shipping costs, and trade restrictions, while global demand continues to soften particularly from key markets such as the US and EU.

Domestically, the aftereffects of recent floods are likely to weigh on agricultural output. Inflationary pressures may persist due to higher food and energy prices, although some moderation is anticipated if supply chains gradually stabilize. Meanwhile, Pakistan has reached a staff-level agreement with the International Monetary Fund (IMF), which will unlock further external financing, support macroeconomic stability, and guide inflation expectations in the medium term.

The Management remains vigilant to the evolving global and domestic landscape and continues to implement proactive strategies to ensure operational resilience. In response to global demand softness and market volatility, Interloop will remain focused on optimizing its customer portfolio, rationalizing costs, improving capacity utilization, and strategically targeting new markets to sustain growth and competitiveness. The Company remains committed to delivering sustainable, high-quality products while creating long-term value for its customers, shareholders, and broader stakeholders.

Looking ahead, the Company remains committed to advancing its sustainability agenda through responsible business practices and long-term environmental stewardship. Interloop continues to strengthen its sustainable initiatives, focusing on renewable energy, green buildings, and sustainable finance. On the sustainability front, the Company has obtained BCI certification across all units for traceable and sustainable cotton sourcing and showcased its progress in these areas at the Cascale Annual Meeting 2025, reaffirming its dedication to creating a more resilient and eco-conscious value chain.

ACKNOWLEDGEMENT

The Board of Directors places on record its sincere appreciation for the continued trust and support extended by our valued shareholders, customers, and suppliers. We also acknowledge the dedication and hard work of our employees at all levels, whose professionalism and perseverance have been instrumental in sustaining the Company's growth and performance. The Board is grateful for the guidance and cooperation received from regulators, financial institutions, and all other stakeholders, and looks forward to their continued support in the years ahead.

For and on behalf of the Board of Directors



Navid Fazil
(Chief Executive Officer)

Faisalabad
October 27, 2025



Jahan Zeb Khan Banth
(Director)

اسٹاف لیول ایگریمنٹ ہو گیا ہے، اس سے مزید بیرونی فنانسنگ کے موصول ہونے کا امکان ہے اور اس وجہ سے، میکرو اکنامک استحکام میں مدد ملے گی اور یہ درمیانی مدت میں افراط زر پر اثر ڈالے گا۔

انتظامیہ عالمی اور ملکی حالات کی مسلسل تبدیلیوں سے آگاہ ہے اور آپریشنل معاملات کو یقینی بنانے کے لیے فعال حکمت عملی کو جاری رکھے ہوئے ہے۔ عالمی طلب میں کمی اور مارکیٹ کی غیر یقینی صورتحال کے پیش نظر، انٹرلوپ اپنے کسٹمر پورٹ فولیو کو بہتر بنانے، لاگت کو معقول بنانے، صلاحیت کے استعمال کو بڑھانے اور نمو و مسابقت کو برقرار رکھنے کے لیے نئی مارکٹ کو اسٹریٹجک طور پر ہدف بنانے پر توجہ مرکوز رکھے گی۔ کمپنی پائیدار اور اعلیٰ معیار کی مصنوعات فراہم کرنے کے ساتھ ساتھ اپنے صارفین، شیئر ہولڈرز، اور وسیع تر اسٹیک ہولڈرز کے لیے طویل مدتی قدر پیدا کرنے کے لیے پرعزم ہے۔

آئندہ کے منظر نامے کی جانب توجہ مرکوز رکھتے ہوئے، کمپنی ذمہ دارانہ کاروباری طور طریقوں اور طویل المدت ماحولیاتی میزبانی کے ذریعے پائیداری کے اپنے ایجنڈا کو آگے بڑھانے کے لیے پرعزم ہے۔ انٹرلوپ، قابل تجدید توانائی، گرین بلڈنگ اور پائیدار فنانس پر توجہ مرکوز کرتے ہوئے اپنی دیرپا کاوشوں کو مستحکم بنارہی ہے۔ کمپنی نے پائیداری کے محاذ پر Traceable اور دیرپا کاٹن سورسنگ کے لیے تمام یونٹس میں بی سی آئی (BCI) سرٹیفیکیشن حاصل کی ہے اور اپنے ان اقدامات کو Cascale سالانہ اجلاس 2025 میں پیش کیا اور ایک مستحکم اور ماحولیاتی طور پر ذمہ دار ویلیو چین قائم کرنے کے لیے پرعزم ہے۔

اظہار تشکر

بورڈ آف ڈائریکٹرز، اپنے گرانقدر شیئر ہولڈرز، کسٹمرز اور سپلائرز کے مسلسل اعتماد اور مدد کو خلوص دل کے ساتھ سراہتا ہے۔ ہم ہر سطح پر اپنے ملازمین کی لگن اور انتھک محنت کے بھی شکر گزار ہیں، جن کی پیشہ ورانہ مہارت اور ثابت قدمی، کمپنی کی ترقی اور کارکردگی میں بنیادی اہمیت کی حامل رہی ہے۔ بورڈ، ریگولیٹرز، مالی اداروں اور دیگر تمام اسٹیک ہولڈرز سے ملنے والی رہنمائی اور تعاون کا مشکور ہے اور آنے والے برسوں میں ان کی مسلسل مدد کی امید کرتا ہے۔

برائے اور از طرف بورڈ آف ڈائریکٹرز



نویذ فاضل

(چیف ایگزیکٹو آفیسر)

Taham Zed

جہانزیب خان بانٹھ

(ڈائریکٹر)

بمقام: فیصل آباد

مورخہ: 27 اکتوبر، 2025

مربوط مالی جائزہ:

مالی سال 2026 کی پہلی سہ ماہی گروپ کے لیے بہتر کارکردگی کا دور رہا، جس میں آپریشنل ایلیفینسی اور منافع بخش کاروباری حالات ظہور پذیر ہوئے۔ گروپ نے 45,202 ملین روپے کی نیٹ سیلز ریکارڈ کیس جو مالی سال 2025 کی پہلی سہ ماہی کی 42,746 ملین روپے کے مقابلے میں سال کی بنیاد پر 5.7 فیصد افزائش ظاہر کرتی ہیں۔ گروپ کے منافع میں خاطر خواہ بہتری آئی، جس کے نتیجے میں مربوط منافع مالی سال 2025 کی پہلی سہ ماہی میں 8,140 ملین روپے سے 29 فیصد بڑھ کر 10,520 ملین روپے ہو گیا۔ بعد از ٹیکس خالص منافع بڑھ کر 2,742 ملین روپے ہو گیا جو مالی سال 2025 کی پہلی سہ ماہی میں ریکارڈ کیے جانے والے 334 ملین روپے میں 720 فیصد کے خاطر خواہ اضافے کو ظاہر کرتا ہے۔ فی شیئر آمدنی بھی اسی تناسب سے بڑھ کر 1.96 روپے ہو گئی جو کے گزشتہ سال کی اسی مدت میں 0.24 روپے تھی۔ یہ مضبوط کارکردگی بنیادی طور پر بہتر آپریشننگ مارجنز، لاگت پر موثر کنٹرول اور ایپریل پراجیکٹ کی بہتر کارکردگی سے منسوب ہے، جو آپریشنل برتری اور پائیدار افزائش پر گروپ کی توجہ کی عکاسی کرتی ہے۔

30 ستمبر، 2024 کے مقابلے میں 30 ستمبر، 2025 کو ختم ہونے والے تین ماہ کے مربوط مالی نتائج کا خلاصہ حسب ذیل ہے۔

فرق	30 ستمبر کو ختم ہونے والی سہ ماہی		
	2024	2025	
فیصد	ملین روپے		
5.7%	42,746	45,202	خالص سیلز
29.2%	8,140	10,520	مربوط منافع
62.3%	3,844	6,237	آپریشنز سے منافع
720%	334	2,742	خالص منافع
4.3%	19.0%	23.3%	مربوط منافع کا تناسب
5.3%	0.8%	6.1%	خالص منافع کا تناسب
720%	0.24	1.96	آمدنی فی شیئر - بنیادی اور تحلیل شدہ (روپے)

کاروباری نقطہ نظر اور مشکلات

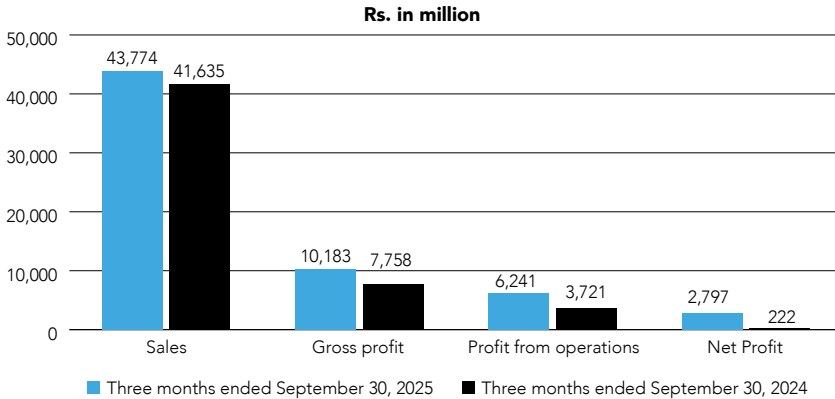
آئندہ سہ ماہیوں میں عالمی ماحول کی پیچیدگیوں کے پیش نظر محتاط حکمت عملی اختیار کی جائے گی۔ جاری جغرافیائی و سیاسی تناؤ، بڑھتی ہوئی شپنگ کی لاگت اور تجارتی پابندیوں کی وجہ سے بین الاقوامی طور پر سپلائی چین میں خلل موجود رہنے کا خدشہ ہے۔ جبکہ خاص طور پر امریکا اور یورپی یونین جیسی اہم منڈیوں سے عالمی مانگ میں کمی آتی رہے گی۔

داخلی طور پر، حالیہ سیلاب کے اثرات سے زرعی پیداوار متاثر ہونے کا امکان ہے۔ خوراک اور توانائی کی زیادہ قیمتوں کی وجہ سے افراط زر کا دباؤ برقرار رہ سکتا ہے، تاہم اگر سپلائی چین رفتہ رفتہ مستحکم ہو گئیں تو کسی حد تک اعتدال کا امکان ہے۔ دریں اثنا، بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) کے ساتھ پاکستان کا

آپریشنز سے منافع میں قابل ذکر 67.72 فیصد اضافہ ہوا اور یہ 6,241 ملین روپے تک پہنچ گیا، جو کہ آپرینٹنگ اخراجات پر کنٹرول اور موثر پیداواریت کی عکاسی کرتا ہے۔ قرضوں میں خاطر خواہ کمی سے مالی لاگت 41 فیصد کم ہوئی۔ نتیجتاً، بعد از ٹیکس منافع مالی سال 2025 کی پہلی سہ ماہی کے 222 ملین روپے کے مقابلے میں بڑھ کر 2,797 ملین روپے ہو گیا۔ فی شیئر آمدنی پچھلے سال کی اسی مدت کی 0.16 روپے سے بہتر ہو کر 2.00 روپے ہو گئی۔

بیرونی مشکلات کے پیش نظر، انتظامیہ کاروبار کو منافع بخش رکھنے کے لیے اخراجات پر کنٹرول، آپریشنل کارکردگی کی بہتری اور کسٹمر پورٹ فولیو کا تزویریاتی جائزہ لیتے رہنے کے لیے پرعزم ہے۔ 2024 کی اسی مدت کے مقابلے میں 30 ستمبر، 2025 کو ختم ہونے والے تین ماہ کے مختصر غیر آڈٹ شدہ مالی نتائج حسب ذیل ہیں:

فرق	30 ستمبر کو ختم ہونے والی سہ ماہی		
	2024	2025	
فیصد	ملین روپے		
5.14%	41,635	43,774	خالص سیلز
31.25%	7,758	10,183	مربوط منافع
67.72%	3,721	6,241	آپریشنز سے منافع
1,158.53%	222	2,797	خالص منافع
4.63%	18.63%	23.26%	مربوط منافع کا تناسب
5.86%	0.53%	6.39%	خالص منافع کا تناسب
1,158.53%	0.16	2.00	آمدنی فی شیئر - بنیادی اور تحلیل شدہ (روپے)



ڈائریکٹر صاحبان کی جائزہ رپورٹ:

30 ستمبر، 2025 کو ختم ہونے والی سہ ماہی کے لیے

"انٹرویو لپیڈ (انٹرویو پاکپتی) کے بورڈ آف ڈائریکٹر کو 30 ستمبر، 2025 کو ختم ہونے والے سہ ماہی کے کمپنی کے غیر آڈٹ شدہ مالی نتائج کے ساتھ ڈائریکٹر کی جائزہ رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے۔"

معاشی اور صنعتی جائزہ

عالمی معیشت مستحکم ہے مگر سست روی کے آثار کو ظاہر کر رہی ہے۔ آئی ایم ایف نے 2025 میں عالمی Real جی ڈی پی نمو 3.2 فیصد پر رہنے کی امید ظاہر کی ہے جو 2024 سے کم ہے جبکہ 2026 میں مزید کمی کے ساتھ یہ شرح 3.1 فیصد تک پہنچنے کی توقع ہے۔ یہ سست روی، جاری جغرافیائی و سیاسی کشیدگی، بڑھتی ہوئی تجارتی پابندیوں، سخت مالی حالات اور بڑھتے امریکی ڈیفرس کی وجہ سے گلوبل سپلائی چین میں مسلسل خلل کی عکاسی کرتی ہے۔

پاکستان میں مالی سال 2026 کی پہلی سہ ماہی میں تباہ کن سیلاب سے معاشی سرگرمیاں بری طرح متاثر ہوئیں، جس سے زرعی پیداوار میں خلل پڑا اور افراط زر کا دباؤ بڑھ گیا۔ آئی ایم ایف نے ان مشکلات کے پیش نظر پاکستان کی جی ڈی پی شرح نمو کی پیش گوئی پر نظر ثانی کی اور اسے 4.2 فیصد کے پہلے کے ٹارگٹ سے کم کرتے ہوئے 3.7 فیصد کر دیا۔ غیر یقینی معاشی حالات کے رد عمل میں، اسٹیٹ بینک آف پاکستان نے محتاط رویہ اختیار کیا اور پورے سہ ماہی کے دوران پالیسی ریٹ 11 فیصد پر برقرار رکھا۔

بیرونی محاذ پر تجارتی خسارہ سال کی بنیاد پر 9.4 فیصد سے بڑھ کر 8.5 بلین امریکی ڈالر پہنچ گیا۔ اس کی وجہ درآمدات میں 8.8 فیصد اضافہ تھا جو بڑھ کر 18.5 بلین ڈالر ہو گیا، جبکہ برآمدات میں 8.2 فیصد اضافہ ہوا، جس کے نتیجے میں ان کی مجموعی مالیت 10.1 بلین امریکی ڈالر تک پہنچ گئی۔ اگرچہ تجارتی خسارہ میں اضافہ ہوا، تاہم کارکنوں کی ترسیلات زر نے معیشت کو کسی حد تک سہارا فراہم کیا۔ ترسیلات زر سال بہ سال 8.4 فیصد سے بڑھ کر 9.5 بلین امریکی ڈالر تک پہنچ گئیں۔ یہ رقم کرنٹ اکاؤنٹ کے استحکام میں اہم کردار ادا کرتی رہیں اور پاکستانی روپے کی قدر میں معمولی بہتری کا باعث بنیں، جو جون 2025 کی سطح کے مقابلے میں تقریباً 1 فیصد مضبوط ہوا۔

اس سہ ماہی کے دوران ٹیکسٹائل اور اہیل کے شعبے میں معیشت مستحکم رہی۔ ٹیکسٹائل برآمدات سال کی بنیاد پر 5.6 فیصد اضافے کے ساتھ، پچھلے سال کی اسی مدت میں 4.5 بلین امریکی ڈالر کے مقابلے میں 4.8 بلین امریکی ڈالر ہو گئیں۔ اس سیکٹر کے انڈرٹ ویئر نے اپنی برتری قائم کی اور 12.2 فیصد کے اضافے کے ساتھ اس کی سیکلر 1.4 بلین امریکی ڈالر تک پہنچ گئیں۔ ریڈی میڈ گھاسٹن کی برآمدات 1.1 بلین امریکی ڈالر تک پہنچ گئیں، جو 6.1 فیصد اضافے کی عکاسی ہیں، جبکہ بیڈ ویئر کی برآمدات 0.9 بلین امریکی ڈالر ہیں، جو 7.3 فیصد کے اضافہ کو ظاہر کرتی ہیں۔

غیر مربوط شدہ مالی اور آپریشنل کارکردگی

کمپنی نے مالی سال 2026 کی پہلی سہ ماہی کے دوران ترقی کی رفتار کو برقرار رکھا، آمدنی میں 5.14 فیصد اضافہ حاصل کیا جو مالی سال 2025 کی پہلی سہ ماہی میں 41,635 ملین روپے کے مقابلے میں 43,774 ملین روپے پر پہنچ گیا۔ مربوط منافع میں نمایاں اضافہ ہوا اور یہ 31.25 فیصد بڑھ کر 10,183 ملین روپے تک پہنچ گیا، جبکہ گزشتہ سال کے اسی عرصے میں یہ رقم 7,758 ملین روپے تھی۔ اس اضافے کی بنیادی وجوہات بہتر سیکلز، لاگت پر کنٹرول اور وسائل کا بہتر استعمال ہیں۔



UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Quarter Ended September 30, 2025

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at September 30, 2025

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	5	81,876,321	82,102,936
Intangible assets		483,112	485,395
Long term investments		1,727,763	1,727,763
Long term loans		177,063	198,075
Long term deposits		91,311	95,481
		84,355,570	84,609,650
CURRENT ASSETS			
Stores and spares	6	3,755,431	3,476,263
Stock in trade		26,506,437	25,735,469
Trade debts		44,160,680	48,314,852
Loans and advances		3,095,991	1,897,224
Deposit, prepayments and other receivables		472,372	296,554
Derivative financial instruments		648,505	—
Accrued income		868	877
Refunds due from Government and statutory authorities		10,566,995	11,538,248
Short term investments		500,000	500,000
Cash and bank balances		360,234	357,519
		90,067,513	92,117,006
TOTAL ASSETS		174,423,083	176,726,656

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital	7	50,000,000	50,000,000
Issued, subscribed and paid up capital	8	14,017,095	14,017,095
Reserves		3,158,734	3,158,734
Unappropriated profit		40,844,639	38,047,206
		58,020,468	55,223,035
NON CURRENT LIABILITIES			
Long term financing	9	23,712,781	28,593,987
Lease liabilities		172,436	166,688
Deferred liabilities		14,868,857	14,323,587
		38,754,074	43,084,262
CURRENT LIABILITIES			
Trade and other payables		17,508,574	15,033,780
Unclaimed dividend		2,920	3,112
Derivative financial instruments		—	13,056
Accrued mark up		1,534,624	1,022,132
Short term borrowings		56,835,923	59,829,892
Current portion of non current liabilities		1,766,500	2,517,387
		77,648,541	78,419,359
CONTINGENCIES AND COMMITMENTS	10	—	—
TOTAL EQUITY AND LIABILITIES		174,423,083	176,726,656

The annexed notes 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer
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UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For The Quarter Ended September 30, 2025

	Note	Quarter ended	
		Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
Net sales		43,774,357	41,634,819
Cost of sales	11	(33,591,416)	(33,876,492)
Gross profit		10,182,941	7,758,327
Distribution cost		(1,532,778)	(1,830,759)
Administrative expenses		(2,548,136)	(2,253,405)
Other operating expenses		(561,109)	(230,166)
Other income		699,750	276,978
		(3,942,273)	(4,037,352)
Profit from operations		6,240,668	3,720,975
Finance cost		(1,697,581)	(2,851,023)
Profit before income tax and levies		4,543,087	869,952
Levies		—	(569,970)
Profit before income tax		4,543,087	299,982
Income tax		(1,745,654)	(77,704)
Profit for the period		2,797,433	222,278
Earnings per share – basic and diluted (Rupees)		2.00	0.16

The annexed notes 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For The Quarter Ended September 30, 2025

	Quarter ended	
	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
Profit for the period	2,797,433	222,278
Other comprehensive income:		
Items that will not be reclassified subsequently to profit or loss:	—	—
Items that may be reclassified subsequently to profit or loss:	—	—
Total comprehensive income for the period	2,797,433	222,278

The annexed notes 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For The Quarter Ended September 30, 2025

	Share Capital	Capital Reserve Share Premium	Revenue Reserve Unappropriated Profit	Total
	(Rupees in '000)			
Balance as at July 01, 2024 – audited	14,017,095	3,158,734	36,356,646	53,532,475
Profit for the period	–	–	222,278	222,278
Other comprehensive income	–	–	–	–
Total comprehensive income for				
the period	–	–	222,278	222,278
Balance as at September 30, 2024 (un-audited)	14,017,095	3,158,734	36,578,924	53,754,753
Balance as at July 01, 2025 – audited	14,017,095	3,158,734	38,047,206	55,223,035
Profit for the period	–	–	2,797,433	2,797,433
Other comprehensive income	–	–	–	–
Total comprehensive income for				
the period	–	–	2,797,433	2,797,433
Balance as at September 30, 2025 (un-audited)	14,017,095	3,158,734	40,844,639	58,020,468

The annexed notes 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

For The Quarter Ended September 30, 2025

	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
A) CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax and levies	4,543,087	869,952
Adjustments for:		
Depreciation on operating fixed assets	1,846,660	1,424,077
Depreciation on right of use assets	26,263	26,281
Amortization of intangible assets	18,743	16,473
Workers' profit participation fund	244,055	44,130
Workers' welfare fund	93,686	33,383
Staff retirement gratuity	991,108	891,287
Loss on disposal of non current assets	11,687	41,242
Realized gain on derivative financial instruments	(14,867)	(105,694)
Unrealized gain on derivative financial instruments	(661,561)	(143,136)
Loss on disposal of intangible assets	—	5,326
Provision for obsolete inventory	80,530	91,772
Profit on term finance certificates TFCs	(16,135)	(27,288)
Finance cost	1,697,581	2,851,023
Operating cash flows before working capital changes	8,860,837	6,018,828
Changes in working capital (Increase)/decrease in current assets		
Stores and spares	(279,168)	(9,979)
Stock in trade	(851,498)	(2,044,280)
Trade debts	4,154,172	(1,751,080)
Loans and advances	(1,202,408)	(821,634)
Deposit, prepayments and other receivables	(175,818)	(68,826)
Refunds due from Government and statutory authorities	458,593	(1,202,819)
Increase in current liabilities		
Trade and other payables	2,656,398	665,316
	4,760,271	(5,233,302)
Cash generated from operations	13,621,108	785,526
Finance cost paid	(1,162,505)	(3,598,808)
Income tax paid	(1,275,831)	(1,151,487)
Staff retirement gratuity paid	(396,928)	(179,466)
Workers' profit participation fund paid	(502,403)	(975,816)
Workers' welfare fund paid	(30,000)	—
Long term loans received/(paid)	24,653	(25,380)
Settlement of derivative financial instruments	14,867	105,694
Long term deposits received	4,170	—
Net cash generated from / (used in) operating activities	10,297,131	(5,039,737)

	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
B) CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in:		
Property, plant and equipment	(1,704,987)	(5,157,080)
Intangible asset	(16,460)	(37,040)
Proceeds from disposal of non current assets	88,087	71,194
Profit on term finance certificates (TFCs) received	16,144	27,524
Net cash used in investing activities	(1,617,216)	(5,095,402)
C) CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing – net	(5,650,621)	(648,927)
Payment of lease rentals	(32,418)	(33,378)
Changes in short term borrowings – net	(2,993,969)	10,845,618
Dividend paid	(192)	(159)
Net cash (used in) / generated from financing activities	(8,677,200)	10,163,154
Net increase in cash and cash equivalents	(A+B+C) 2,715	28,015
Cash and cash equivalents at the beginning of the period	357,519	370,386
Cash and cash equivalents at the end of the period	360,234	398,401

The annexed notes 1 to 19 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Quarter Ended September 30, 2025

1. LEGAL STATUS AND OPERATIONS

Interloop Limited (the Company) was incorporated in Pakistan on April 25, 1992 and publicly listed on Pakistan Stock Exchange on April 5, 2019. The registered office of the Company is situated at 15-A, Peoples Colony No. 1, Faisalabad, Pakistan. The manufacturing facilities are located at 1-km, 6-km, 7-km Jaranwala Road, Khurrianwala, Faisalabad and 8-km Manga Mandi, Raiwand Road, Lahore. The Company is a vertically integrated multi-category Full Family Clothing, manufacturing Hosiery, Denim, Knitted Apparel and Seamless Active wear, for top international brands and retailers, besides producing yarns for a range of textile customers. The Company's commitment to environmental, social responsibility & governance (ESG) is deeply rooted in its mission and has gained it global recognition as a pioneer in responsible manufacturing. The Company's diverse & engaged workforce and operational excellence has established it as a Partner of Choice for its customers.

2. BASIS OF PREPARATION

These unconsolidated 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:

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

Where 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 unconsolidated condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements for the year ended June 30, 2025.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of unconsolidated condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying accounting policies and the key sources of estimates were the same as those applied to the annual financial statements of the Company for the year ended June 30, 2025.

4. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual audited financial statements of the Company for the year ended June 30, 2025.

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	72,980,967	72,704,304
Capital work in progress	5.2	8,674,632	9,193,409
Right of use assets		220,722	205,223
		81,876,321	82,102,936
5.1 Operating fixed assets			
Opening written down value		72,704,304	46,610,901
Add: Additions during the period/year	5.1.1	2,223,763	33,341,979
Less: Disposals during the period/year		(100,440)	(410,212)
Less: Depreciation charged during the period/year		(1,846,660)	(6,838,364)
Closing written down value		72,980,967	72,704,304
5.1.1 Additions during the period/year			
Freehold land		16,311	869,341
Buildings on freehold land		83,903	5,601,379
Buildings on leasehold land		—	4,692
Plant and machinery		1,628,874	19,693,525
Tools and equipments		158,668	1,747,444
Office equipments		127,319	752,343
Electric installations		70,169	2,790,561
Furniture and fixtures		56,973	968,754
Vehicles		81,546	913,940
		2,223,763	33,341,979
5.2 Capital work-in-progress			
Civil works		2,804,126	1,952,364
Plant and machinery		3,733,109	4,994,429
Capital stores	5.2.1	1,391,655	1,467,218
Advances to suppliers		745,742	779,398
		8,674,632	9,193,409

5.2.1 Capital stores include factory tools and equipments, office equipments, electric installations and furniture and fixtures that are held in store for future use and capitalization.

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
6. TRADE DEBTS			
Foreign			
– Secured		12,156,054	13,475,660
– Unsecured	6.1	30,299,246	33,156,592
Local			
– Unsecured	6.1	1,705,380	1,682,600
		44,160,680	48,314,852

6.1 Management consider that these debts are good and will be recovered accordingly.

7. AUTHORIZED SHARE CAPITAL

Un audited September 30, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025
5,000,000	5,000,000	Ordinary shares of Rs. 10 each	50,000,000	50,000,000
5,000,000	5,000,000		50,000,000	50,000,000

8. ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Un audited September 30, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025
132,429	132,429	Ordinary shares of Rs. 10 each		
		fully paid in cash	1,324,289	1,324,289
1,269,281	1,269,281	Ordinary shares of Rs. 10 each issued as		
		fully paid bonus shares	12,692,806	12,692,806
1,401,710	1,401,710		14,017,095	14,017,095

	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
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9. LONG TERM FINANCING

From financial institutions – secured	25,362,007	31,005,452
Less: Current portion of long term financing	(1,649,226)	(2,411,465)
	23,712,781	28,593,987

10. CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

10.1.1 The Punjab Revenue Authority (PRA) raised a demand of Rs. 60.720 million against the Company for the alleged default in withholding provincial sales tax on various transport services obtained during the period March 01, 2015 to May 31, 2016. The demand, comprising principal tax, default surcharge, and penalty, was raised under the provisions of the Punjab Sales Tax on Services Act, 2012 through Order No. ENF-Unit-1/32/2018 dated March 15, 2018. Aggrieved by the order, the Company filed an appeal before the Commissioner (Appeals), PRA, who through Appellate Order No. 175/2018 partially allowed the appeal by deleting amount of Rs. 36.753 million, while upholding a balance demand of Rs. 23.967 million. The Company further contested the matter before the Honourable Appellate Tribunal PRA, which, through Order No. 85/2018 dated February 21, 2019, set aside the earlier decision and remanded the case back to the assessing officer for fresh examination.

In the second round of litigation, the Commissioner PRA, through Order-in-Original No. 16/2019 dated July 16, 2019, revised the demand to Rs. 13.195 million. The Company once again appealed before the Honourable Appellate Tribunal, which through Order-in-Appeal No. 99/2019 dated October 22, 2019, again remanded the matter back to the Additional Commissioner Enforcement – I for denovo consideration. Meanwhile, the department initiated coercive recovery measures and forcibly recovered Rs. 15.317 million by attaching the Company's bank account. In response, the Company filed a writ petition before the Honourable Lahore High Court, Lahore, which directed the concerned Commissioner PRA to review the matter and either refund the amount recovered or appropriately adjust it against any lawful tax liability.

However, in compliance with the aforementioned Order dated October 22, 2019 of the Honourable Appellate Tribunal, a third round of litigation was initiated, resulting in the creation of an alleged tax demand of Rs. 45.248 million. After adjusting the previously recovered amount of Rs. 15.317 million, a net demand of Rs. 29.931 million was raised through Order-in-Original No. 109/2020 dated June 30, 2020. The Company filed an appeal before the Commissioner (Appeals), PRA, who, through Appeal No. 203/2020 dated November 28, 2023, upheld the order of the assessing authority in its entirety. Consequently, the Company has preferred a further appeal before the Honourable Appellate Tribunal PRA, where the matter is currently pending adjudication.

The Company has not made any provision against the above demand as the management is confident that the ultimate outcome of the appeal would be in favor of the Company, inter alia on the basis of the advice of the tax consultant and relevant law and facts.

10.1.2 Bank guarantees issued by various banks on behalf of the Company in favour of:

	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
Sui Northern Gas Pipelines limited against supply of gas.	1,731,380	1,731,380
The Director, Excise and Taxation, Karachi against imposition of infrastructure cess	1,512,353	1,462,353
Faisalabad Electric Supply Company (FESCO) against supply of electricity	154,425	154,425
Lahore Electric Supply Company (LESCO) against supply of electricity	7,370	7,370
Punjab Revenue Authority against imposition of infrastructure cess	11,533	11,533
Total Parco Pakistan Limited	6,000	6,000
	3,423,061	3,373,061
Post dated cheques issued in favour of custom authorities for release of imported goods	7,579,586	7,878,158

10.2 Commitments

Under letters of credit for:

Raw materials	4,446,899	2,972,579
Capital expenditure	874,206	622,930
Stores and spares	510,697	207,293
	5,831,802	3,802,802

	Quarter ended	
	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
11. COST OF SALES		
Raw material consumed	18,852,476	20,789,474
Stores and spares consumed	924,058	960,975
Knitting, processing and packing charges	878,904	2,002,135
Salaries, wages and benefits	8,098,517	7,250,115
Staff retirement gratuity	867,151	779,420
Fuel and power	2,825,603	2,820,820
Repairs and maintenance	225,993	167,780
Insurance	51,135	52,300
Depreciation on operating fixed assets	1,611,081	1,251,257
Depreciation on right of use assets	26,263	24,729
Amortization of intangible assets	85	106
Rent, rate and taxes	19,406	10,315
Other manufacturing costs	120,606	58,900
	34,501,278	36,168,326
Opening work in process	5,012,176	4,466,813
Closing work in process	(5,406,478)	(4,815,630)
	(394,302)	(348,817)
Cost of goods manufactured	34,106,976	35,819,509
Opening finished goods	8,346,950	7,268,849
Closing finished goods	(8,862,510)	(9,211,866)
	(515,560)	(1,943,017)
	33,591,416	33,876,492

12. TRANSACTIONS WITH RELATED PARTIES

Related parties include subsidiaries, associated companies and undertakings, entities under common directorship, directors, major shareholders, key management personnel, employees benefit trust and post employment benefit plans. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been specifically disclosed elsewhere in these financial statements are as follows:

Name	Nature of transaction	Quarter ended	
		Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
Interloop Holdings (Pvt) Limited – Associate	Services received	119,732	130,456
	Gratuity transferred	2,607	–
Texlan Center (Pvt) Limited – Associate	Sale of yarn	418,537	731,933
	Sale of packing material	21,732	12,908
	Services received	85,636	–
Momentum Logistics (Pvt) Limited – Associate	Services received	398,162	420,828
Interloop Europe – Associate	Sale of socks	25,224	220,120
PrintKraft (Private) Limited–Associate	Purchase of packing material	36,974	130,225
Socks & Socks (Private) Limited – Associate	Services received	64,270	24,614
	Sale of goods – net	716	95,499
Interloop Welfare Trust	Donation paid	–	20,000
Octans Digital (Private) Limited – Associate	Services received	–	1,261
	Purchase of assets	4,900	–
Interloop Employees Provident Fund	Contribution to the fund	32,890	33,589
Lyallpur Literary Council	Donations paid	–	3,000
ILNA Inc USA – Associate	Services received	502,714	411,597
Zhejiang Top Circle Textiles Co., Ltd – Subsidiary	Services received	469,295	1,109,308
Pinghu Top Circle Knitting Co., Ltd – Subsidiary	Services received	94	–
Key management personnel & other related parties	Sale of asset	18,303	942
	Repayment of housing finance loan	–	1,154
	Markup on house building finance	–	52
	Rent expenses	439	471
	Remuneration and other benefits	1,811,114	1,979,411
	Directorship fee	5,600	6,375

	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
13. SHARIAH COMPLIANCE DISCLOSURE		
<u>STATEMENT OF FINANCIAL POSITION</u>		
Assets:		
Shariah compliant investments and bank deposits/bank balances		
Long term investment	1,727,763	1,727,763
Bank balances	208,788	26,894
Liabilities:		
Financing as per Islamic mode		
Long term financing	15,752,848	18,138,353
Short term borrowings	18,619,989	14,805,000
Accrued mark up as per conventional mode		
Long term financing	162,900	282,437
Short term borrowings	696,292	32,480
<u>STATEMENT OF PROFIT OR LOSS</u>		
Revenue earned from a shariah compliant business	43,774,357	173,381,533
Mark up on Islamic mode of financing	(683,111)	(3,156,998)
Source and detailed break up of other income		
Other income earned from shariah compliant:		
Exchange gain – net	6,955	3,698
Scrap sales	232	268
Other income earned from non – shariah compliant:		
Dividend income	–	22,927
Realized gain on derivative financial instruments	14,867	288,794
Unrealized gain on derivative financial instruments	661,561	–
Profit on term finance certificates (TFCs)	16,135	84,058

Relationship with shariah compliant banks

Name of institutions

Relationship with institutions

MCB Islamic Bank	Bank balance, long term financing and short term borrowing
Meezan Bank Limited	Bank balance, long term financing and short term borrowing
Habib Bank Limited (Islamic Banking)	Bank balance, long term financing and short term borrowing
Faysal Bank Limited	Bank balance, long term financing and short term borrowing
Bank Alfalah Limited (Islamic)	Bank balance and short term borrowing
Bank of Punjab (Taqwa Islamic Banking)	Bank balance and short term borrowing
United Bank Limited – Ameen	Bank balance and short term borrowing
Allied Bank Limited (Islamic Banking)	Bank balance

14. OPERATING SEGMENTS

Management has determined the operating segments based on the information that is presented to the Board of Directors of the Company for allocation of resources and assessment of performance. Operating segments are reported in a manner consistent with internal reporting provided to the Chief Operating Decision Maker ('CODM'). Segment performance is generally evaluated based on certain key performance indicators including business volume and gross profit.

Based on internal management reporting structure and products produced and sold, the Company is organized into the following operating segments:

a) Hosiery

This segment relates to the sale of socks.

b) Spinning

This segment relates to the sale of yarn and its in-house use.

c) Denim

This segment mainly relates to sale of denim products and garments.

d) Apparel

This segment mainly relates to sale of fashion apparels.

e) Other operating segments

These represent various segments of the Company which currently do not meet the minimum reporting threshold mentioned in International financial reporting standards 'Operating Segments' (IFRS 8). These mainly include energy, yarn dyeing and active wear.

14.1 Segment Information

	Quarter ended		Quarter ended		Quarter ended		Quarter ended		Quarter ended		Quarter ended		Quarter ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000	
Net Sales														
External sale	30,888,784	29,571,951	1,767,298	2,406,819	4,533,248	4,691,413	6,247,712	4,577,046	337,313	387,589	-	-	43,774,357	41,634,819
Intersegment sale	5,210	6,427	1,992,678	2,217,564	4,347	5,940	29,058	35,489	3,938,741	3,905,241	6,970,033	(6,170,661)	-	-
	30,893,994	29,578,378	3,759,976	4,624,383	4,537,596	4,697,353	6,276,771	4,612,535	4,276,054	4,292,830	5,970,033	(6,170,661)	43,774,357	41,634,819
Cost of sales	(20,395,184)	(21,448,856)	(3,747,292)	(4,361,273)	(4,323,972)	(4,382,489)	(7,220,811)	(6,001,554)	(3,874,190)	(3,832,781)	5,970,033	6,170,661	(33,591,416)	(33,876,492)
Gross profit/(loss)	10,498,810	8,109,522	12,684	263,110	213,624	314,864	(944,040)	(1,389,019)	401,864	460,049	-	-	10,182,941	7,758,327
Distribution cost	(1,025,801)	(1,164,094)	(15,706)	(24,871)	(199,684)	(305,262)	(263,429)	(312,397)	(28,158)	(24,135)	-	-	(1,132,778)	(1,830,759)
Administrative expenses	(1,874,471)	(1,692,932)	(59,108)	(54,687)	(181,852)	(148,575)	(366,104)	(314,322)	(66,573)	(42,889)	-	-	(2,548,136)	(2,253,405)
	(2,900,272)	(2,857,026)	(74,812)	(79,558)	(381,536)	(453,837)	(629,533)	(626,719)	(94,731)	(67,024)	-	-	(4,080,914)	(4,084,164)
Profit/(loss) before taxation and unallocated income and expenses	7,598,538	5,252,496	(62,128)	183,552	(167,942)	(139,173)	(1,573,573)	(2,015,788)	307,133	393,025	-	-	6,102,027	3,674,163
Unallocated income and expenses														
Other operating expenses													(561,109)	(230,166)
Other income													699,750	276,978
Finance cost													(1,697,381)	(2,851,023)
Levies													-	(569,970)
Income tax													(1,745,654)	(77,704)
Profit for the period													2,797,433	222,278
Depreciation and amortization	649,749	534,690	44,014	44,227	120,207	123,100	684,653	595,572	393,044	169,242	-	-	1,891,666	1,466,831

14.2 Reconciliation of reportable segment assets and liabilities

	Un audited September 30, 2025		Audited June 30, 2025		Un audited September 30, 2025		Audited June 30, 2025		Un audited September 30, 2025		Audited June 30, 2025		Un audited September 30, 2025		Audited June 30, 2025	
	Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000	
Total assets for reportable segment	81,754,330	82,833,908	8,810,431	8,532,824	16,879,862	17,632,030	40,685,948	40,637,874	13,045,698	12,861,503	13,246,812	14,228,517	174,023,083	176,726,656		
Total liabilities for reportable segment	46,129,170	51,357,794	910,442	1,000,118	3,902,011	3,018,280	5,214,236	3,756,205	1,876,209	1,516,088	58,370,548	60,855,136	116,402,615	121,503,621		
Segment capital expenditures	563,525	14,045,201	54,267	505,546	440,196	2,274,748	178,309	1,680,042	485,151	3,172,891	-	-	1,721,447	21,698,428		

14.3 The Company disaggregated revenue based on geographical location of its customers:

	Quarter ended	
	Un audited	
	September 30, 2025	September 30, 2024
	Rupees in '000	
Foreign countries	41,726,125	39,007,356
Pakistan	2,048,232	2,627,463
	43,774,357	41,634,819

15. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value is defined as 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. To provide an indication about the reliability of the inputs used in determining fair value, the Company classifies its financial instruments into the three levels prescribed under the IFRSs.

Level 1: Fair value measurements using quoted (unadjusted) in active markets for identical asset or liability.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The following table presents the Company's significant financial assets and liabilities measured and recognized at fair value at September 30, 2025 and June 30, 2025 on a recurring basis:

	Un audited			
	September 30, 2025			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Financial assets				
Derivative financial instruments	-	648,505	-	648,505
Total financial assets	-	648,505	-	648,505
Total financial liabilities	-	-	-	-
	Audited			
	June 30, 2025			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Total financial assets	-	-	-	-
Financial liabilities				
Derivative financial instruments	-	13,056	-	13,056
Total financial liabilities	-	13,056	-	13,056

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Furthermore, there were no reclassifications of financial assets.

16. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The Company finances its operations through equity, borrowings and management of working capital with a view to maintain an appropriate mix between various sources of finance to minimize risk. The Company follows an effective cash management and planning policy and maintains flexibility in funding by keeping committed credit lines available. Market risks are managed by the Company through the adoption of appropriate policies to cover currency risks and interest rate risks.

The Company has managed its currency risks by forward currency contracts.

There have been no changes in the risk management policies since June 30, 2025 except for those specifically mentioned. Consequently, these condensed interim financial statements do not include all the financial risk management information and disclosures required for the annual financial statements.

17. DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 27, 2025 by the Board of Directors of the Company.

18. EVENT AFTER THE REPORTING DATE

The Board of Directors in their meeting held on September 10, 2025 proposed a final cash dividend of Re. 1 per share (2024: Rs. 2.5 per share), amounting to Rs. 1,401.71 million (2024: Rs. 3,504.27 million), for the year ended 30 June 2025. The same has been approved by the members at the Annual General Meeting of the Company.

19. GENERAL

19.1 Corresponding figures

In order to comply with the requirements of IAS 34, the unconsolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of immediately preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable periods of immediately preceding financial year.

19.2 Rounding

Figures have been rounded off to the nearest thousand.



Chief Executive Officer



Director



Chief Financial Officer



CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Quarter Ended September 30, 2025

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at September 30, 2025

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	6	83,741,180	84,050,845
Intangible assets		497,942	485,463
Long term investments		197,520	198,017
Long term loans		177,063	198,075
Long term deposits		91,311	95,481
		84,705,016	85,027,881
CURRENT ASSETS			
Stores and spares		3,755,431	3,476,263
Stock in trade		27,319,732	26,714,281
Trade debts	7	44,546,836	49,388,925
Loans and advances		3,536,078	2,371,977
Deposits, prepayments and other receivables		957,734	720,788
Derivative financial instruments		648,505	–
Accrued income		868	877
Refunds due from Government and statutory authorities		10,566,995	11,538,248
Short term investment		500,000	500,000
Cash and bank balances		1,225,378	1,088,334
		93,057,557	95,799,693
TOTAL ASSETS		177,762,573	180,827,574

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital	8	50,000,000	50,000,000
Issued, subscribed and paid up capital	9	14,017,095	14,017,095
Reserves		3,124,272	3,130,793
Unappropriated profit		41,722,366	38,960,121
Equity attributable to owners of parent company		58,863,733	56,108,009
Non – controlling interest		1,446,205	1,469,665
		60,309,938	57,577,674
NON CURRENT LIABILITIES			
Long term financing	10	23,712,781	28,593,987
Lease liabilities		275,849	312,429
Deferred liabilities		14,868,857	14,323,587
		38,857,487	43,230,003
CURRENT LIABILITIES			
Trade and other payables		18,455,181	16,515,419
Unclaimed dividend		2,920	3,112
Derivative financial instruments		–	13,056
Accrued mark up		1,534,624	1,022,221
Short term borrowings		56,835,923	59,948,702
Current portion of non current liabilities		1,766,500	2,517,387
		78,595,148	80,019,897
CONTINGENCIES AND COMMITMENTS	11	–	–
TOTAL EQUITY AND LIABILITIES		177,762,573	180,827,574

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


Chief Executive Officer


Director


Chief Financial Officer
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CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For The Quarter Ended September 30, 2025

	Note	Quarter ended	
		Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
Net sales		45,202,252	42,746,190
Cost of sales	12	(34,682,641)	(34,606,118)
Gross profit		10,519,611	8,140,072
Distribution cost		(1,619,005)	(1,897,361)
Administrative expenses		(2,763,161)	(2,433,345)
Other operating expenses		(607,438)	(242,499)
Other income		706,919	277,630
		(4,282,685)	(4,295,575)
Profit from operations		6,236,926	3,844,497
Finance cost		(1,702,740)	(2,860,393)
Profit before income tax and levies		4,534,186	984,104
Levies		—	(569,970)
Profit before income tax		4,534,186	414,134
Income tax		(1,791,734)	(79,651)
Profit for the period		2,742,452	334,483
Attributable to:			
Owners of parent company		2,762,245	294,089
Non – controlling interest		(19,793)	40,394
		2,742,452	334,483
Earnings per share – basic and diluted (Rupees)		1.96	0.24

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

Chief Executive Officer

Director

Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For The Quarter Ended September 30, 2025

	Quarter ended	
	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
Profit for the period	2,742,452	334,483
Other comprehensive income:		
Items that may be reclassified subsequently to profit or loss:		
Exchange difference on translation of foreign operations	(10,188)	125,421
Total comprehensive income for the period	2,732,264	459,904
Attributable to:		
Owners of parent company	2,755,724	374,359
Non – controlling interest	(23,460)	85,545
	2,732,264	459,904

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



Chief Executive Officer



Director



Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For The Quarter Ended September 30, 2025

	Capital Reserve		Revenue Reserves		Sub total	Non - controlling Interest	Total
	Share Capital	Share Premium	Unappropriated Profit	Translation Reserve			
(Rupees in '000)							
Balance as at July 01, 2024 – audited	14,017,095	3,158,734	37,096,363	(110,728)	54,161,464	1,325,672	55,487,136
Profit for the period	-	-	294,089	-	294,089	40,394	334,483
Other comprehensive income	-	-	-	80,270	80,270	45,151	125,421
Total comprehensive income for the period	-	-	294,089	80,270	374,359	85,545	459,904
Balance as at September 30, 2024 (un-audited)	14,017,095	3,158,734	37,390,452	(30,458)	54,535,823	1,411,217	55,947,040
Balance as at July 01, 2025 – audited	14,017,095	3,158,734	38,960,121	(27,941)	56,108,009	1,469,665	57,577,674
Profit for the period	-	-	2,762,245	-	2,762,245	(19,793)	2,742,452
Other comprehensive income	-	-	-	(6,521)	(6,521)	(3,667)	(10,188)
Total comprehensive income for the period	-	-	2,762,245	(6,521)	2,755,724	(23,460)	2,732,264
Balance as at September 30, 2025 (un-audited)	14,017,095	3,158,734	41,722,366	(34,462)	58,863,733	1,446,205	60,309,938

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



Chief Executive Officer



Director



Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

For The Quarter Ended September 30, 2025

	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
A) CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax and levies	4,534,186	984,104
Adjustments for:		
Depreciation on operating fixed assets	1,899,563	1,478,877
Depreciation on right of use assets	47,521	47,214
Amortization of intangible assets	18,888	16,493
Workers' profit participation fund	244,055	44,130
Workers' welfare fund	93,686	33,383
Staff retirement gratuity	991,108	891,287
Loss on disposal of non current assets	11,687	41,242
Provision for obsolete inventory	80,530	91,772
Exchange loss – net	9,219	49,332
Realized gain on derivative financial instruments	(14,867)	(105,694)
Unrealized gain on derivative financial instruments	(661,561)	(143,136)
Loss on disposal of intangible asset	–	5,326
Profit on term finance certificates TFCs	(16,135)	(27,288)
Finance cost	1,702,744	2,860,393
Operating cash flows before working capital changes	8,940,624	6,267,435
Changes in working capital (Increase) / decrease in current assets		
Stores and spares	(279,168)	(9,979)
Stock in trade	(919,719)	(2,188,219)
Trade debts	4,275,855	(2,332,934)
Loans and advances	(1,144,429)	(821,634)
Deposit, prepayments and other receivables	(401,061)	(162,860)
Refunds due from Government and statutory authorities	458,593	(1,202,819)
Increase in current liabilities		
Trade and other payables	3,050,861	1,503,145
	5,040,932	(5,215,301)
Cash generated from operations	13,981,556	1,052,134
Finance cost paid	(1,166,490)	(3,607,920)
Income tax paid	(1,321,911)	(1,151,487)
Staff retirement gratuity paid	(396,928)	(179,466)
Workers' profit participation fund paid	(502,403)	(975,816)
Workers' welfare fund paid	(30,000)	–
Long term loans paid	24,653	(25,380)
Settlement of derivative financial instruments	14,867	105,694
Long term deposits received	4,170	–
Exchange Loss – net	(2,166)	–
Net cash generated from / (used in) operating activities	10,605,347	(4,782,241)

	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
B) CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in:		
Property, plant and equipment	(1,714,039)	(5,172,135)
Intangible asset	(18,251)	(37,040)
Proceeds from disposal of property, plant and equipment	88,087	71,194
Profit received from investments	16,144	27,524
Net cash used in investing activities	(1,628,059)	(5,110,457)
C) CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing	(5,650,621)	(648,927)
Payment of lease rentals	(76,801)	(84,349)
Short term borrowings – net	(3,112,630)	10,611,929
Dividend paid	(192)	(159)
Net cash (used in) / generated from financing activities	(8,840,244)	9,878,495
Net increase/(decrease) in cash and cash equivalents (A+B+C)	137,044	(14,203)
Cash and cash equivalents at the beginning of the period	1,088,334	1,510,910
Cash and cash equivalents at the end of the period	1,225,378	1,496,707

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

Chief Executive Officer

Director

Chief Financial Officer

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

For The Quarter Ended September 30, 2025

1. THE GROUP AND ITS OPERATIONS

The Group comprises of:

Interloop Limited – The Holding Company

Interloop Limited (the Holding Company) was incorporated in Pakistan on April 25, 1992 and publicly listed on Pakistan Stock Exchange on April 5, 2019. The registered office of the Holding Company is situated at 15–A, Peoples Colony No. 1, Faisalabad, Pakistan. The manufacturing facilities are located at 1–km, 6–km, 7–km Jaranwala Road, Khurrianwala, Faisalabad and 8–km Manga Mandi, Raiwand Road, Lahore. The Holding Company is a vertically integrated multi–category Full Family Clothing, manufacturing Hosiery, Denim, Knitted Apparel and Seamless Active wear, for top international brands and retailers, besides producing yarns for a range of textile customers. The Holding Company's commitment to environmental, social responsibility & governance (ESG) is deeply rooted in its mission and has gained it global recognition as a pioneer in responsible manufacturing. The Holding Company's diverse & engaged workforce and operational excellence has established it as a Partner of Choice for its customers.

Top Circle Hosiery Mills Co., Inc. – The Subsidiary Company (Holding– 64% (2025: 64%))

Top Circle Hosiery Mills Co., Inc. was incorporated in 1992. The registered office of the company is situated at 329 Franklin St. Weissport, PA, USA and manufacturing facility is located in 800 Quyang Road, Shanghai, China. The principle business activity is manufacturing and trading of highest quality hosiery products. The company has 100% equity stake directly and indirectly in following companies;

- Shanghai Haolu Trading Co., Ltd
- Pinghu Top Circle Knitting Co., Ltd
- Zhejiang Top Circle Textiles Co., Ltd
- Shanghai Chenzhou Industry Co., Ltd
- Haolu Trading USA Co., Inc.

2. BASIS OF PREPARATION

These consolidated 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:

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

Where 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 consolidated condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements for the year ended June 30, 2025.

3. BASIS OF CONSOLIDATION

Subsidiaries

Subsidiaries are the entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group and is deconsolidated from the date that control ceases.

The assets and liabilities of Subsidiary Companies have been consolidated on a line by line basis and carrying value of investments held by the Holding Company is eliminated against Holding Company's share in paid up capital of the Subsidiary Companies.

Intragroup balances and transactions have been eliminated.

Non-controlling interests are that part of net results of the operations and of net assets of Subsidiary Companies attributable to interest which are not owned by the Holding Company. Non-controlling interests are presented as separate item in the consolidated financial statements.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of consolidated condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

In preparing these consolidated condensed interim financial statements, the significant judgments made by the management in applying accounting policies and the key sources of estimates were the same as those applied to the annual financial statements of the Group for the year ended June 30, 2025.

5. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of preceding annual audited financial statements of the Group for the year ended June 30, 2025.

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
6. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	6.1	74,603,624	74,380,911
Capital work-in-progress	6.2	8,778,052	9,304,294
Right of use assets		359,505	365,640
		83,741,180	84,050,845
6.1 Operating fixed assets			
Opening written down value		74,380,901	48,407,540
Add: Additions during the period/year	6.1.1	2,226,871	33,381,181
Less: Disposals during the period/year		(100,440)	(414,161)
Less: Depreciation charged during the period/year		(1,899,563)	(7,051,589)
Exchange rate translation impact on opening balances		(4,145)	57,940
Closing written down value		74,603,624	74,380,911
6.1.1 Additions during the period/year			
Freehold land		16,311	869,341
Buildings on freehold land		83,903	5,601,379
Buildings on leasehold land		—	4,692
Plant and machinery		1,628,874	19,731,509
Tools and equipments		158,668	1,747,444
Office equipments		130,427	755,673
Electric installations		70,169	2,790,561
Furniture and fixtures		56,973	968,754
Vehicles		81,546	911,828
		2,226,871	33,381,181
6.2 Capital work-in-progress			
Civil works		2,804,126	1,952,364
Plant and machinery		3,836,529	5,105,314
Capital stores	6.2.1	1,391,655	1,467,218
Advances to suppliers		745,742	779,398
		8,778,052	9,304,294

6.2.1 Capital stores include factory tools and equipments, office equipments, electric installations and furniture and fixtures that are held in store for future use and capitalization.

	Note	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
7. TRADE DEBTS			
Foreign			
– Secured		12,156,054	13,475,660
– Unsecured	7.1	30,685,402	34,230,665
Local			
– Unsecured	7.1	1,705,380	1,682,600
		44,546,836	49,388,925

7.1 Management consider that these debts are good and will be recovered accordingly.

8. AUTHORIZED SHARE CAPITAL

Un audited September 30, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025
5,000,000	5,000,000	Ordinary shares of Rs. 10 each	50,000,000	50,000,000
5,000,000	5,000,000		50,000,000	50,000,000

9. ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Un audited September 30, 2025 [Number of shares in '000]	Audited June 30, 2025		Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025
132,429	132,429	Ordinary shares of Rs. 10 each fully paid in cash	1,324,289	1,324,289
1,269,281	1,269,281	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	12,692,806	12,692,806
1,401,710	1,401,710		14,017,095	14,017,095

	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
10. LONG TERM FINANCING		
From financial institutions – secured	25,362,007	31,005,452
Less: Current portion of long term financing	(1,649,226)	(2,411,465)
	23,712,781	28,593,987

11. CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

11.1.1 The Punjab Revenue Authority (PRA) raised a demand of Rs. 60.720 million against the Holding Company for the alleged default in withholding provincial sales tax on various transport services obtained during the period March 01, 2015 to May 31, 2016. The demand, comprising principal tax, default surcharge, and penalty, was raised under the provisions of the Punjab Sales Tax on Services Act, 2012 through Order No. ENF-Unit-1/32/2018 dated March 15, 2018. Aggrieved by the order, the Holding Company filed an appeal before the Commissioner (Appeals), PRA, who through Appellate Order No. 175/2018 partially allowed the appeal by deleting amount of Rs. 36.753 million, while upholding a balance demand of Rs. 23.967 million. The Holding Company further contested the matter before the Honourable Appellate Tribunal PRA, which, through Order No. 85/2018 dated February 21, 2019, set aside the earlier decision and remanded the case back to the assessing officer for fresh examination.

In the second round of litigation, the Commissioner PRA, through Order-in-Original No. 16/2019 dated July 16, 2019, revised the demand to Rs. 13.195 million. The Holding Company once again appealed before the Honourable Appellate Tribunal, which through Order-in-Appeal No. 99/2019 dated October 22, 2019, again remanded the matter back to the Additional Commissioner Enforcement – I for denovo consideration. Meanwhile, the department initiated coercive recovery measures and forcibly recovered Rs. 15.317 million by attaching the Holding Company's bank account. In response, the Holding Company filed a writ petition before the Honourable Lahore High Court, Lahore, which directed the concerned Commissioner PRA to review the matter and either refund the amount recovered or appropriately adjust it against any lawful tax liability.

However, in compliance with the aforementioned Order dated October 22, 2019 of the Honourable Appellate Tribunal, a third round of litigation was initiated, resulting in the creation of an alleged tax demand of Rs. 45.248 million. After adjusting the previously recovered amount of Rs. 15.317 million, a net demand of Rs. 29.931 million was raised through Order-in-Original No. 109/2020 dated June 30, 2020. The Holding Company filed an appeal before the Commissioner (Appeals), PRA, who, through Appeal No. 203/2020 dated November 28, 2023, upheld the order of the assessing authority in its entirety. Consequently, the Holding Company has preferred a further appeal before the Honourable Appellate Tribunal PRA, where the matter is currently pending adjudication.

The Holding Company has not made any provision against the above demand as the management is confident that the ultimate outcome of the appeal would be in favor of the Holding Company, inter alia on the basis of the advice of the tax consultant and relevant law and facts.

11.1.2 Bank guarantees issued by various banks on behalf of the Holding Company in favour of:

	Un audited September 30, 2025 (Rupees in '000)	Audited June 30, 2025 (Rupees in '000)
Sui Northern Gas Pipelines limited (SNGPL) against supply of gas	1,731,380	1,731,380
The Director, Excise and Taxation, Karachi against imposition of infrastructure cess	1,512,353	1,462,353
Faisalabad Electric Supply Company (FESCO) against supply of electricity	154,425	154,425
Lahore Electric Supply Company (LESCO) against supply of electricity	7,370	7,370
Punjab Revenue Authority against imposition of infrastructure cess	11,533	11,533
Total Parco Pakistan Limited	6,000	6,000
	3,423,061	3,373,061

11.1.3 Post dated cheques issued in favour of
custom authorities for release of
imported goods

	7,579,586	7,878,158
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11.2 Commitments

Under letters of credit for:

Raw materials	4,446,899	2,972,579
Capital expenditure	874,206	622,930
Stores and spares	510,697	207,293
	5,831,802	3,802,802

	Quarter ended	
	Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
12. COST OF SALES		
Raw material consumed	20,024,334	21,175,108
Stores and spares consumed	933,229	963,078
Knitting, processing and packing charges	442,778	2,030,722
Salaries, wages and benefits	8,198,947	7,351,224
Staff retirement gratuity	867,151	779,420
Fuel and power	2,869,908	2,863,157
Repairs and maintenance	226,368	177,673
Insurance	51,135	52,300
Depreciation on operating fixed assets	1,646,909	1,288,336
Amortization of intangible assets	85	106
Depreciation on right of use assets	41,327	44,359
Rent, rate and taxes	22,613	10,315
Other manufacturing costs	120,606	58,900
	35,445,390	36,794,697
Opening work in process	5,196,278	4,523,957
Closing work in process	(5,558,955)	(4,855,696)
	(362,677)	(331,739)
Cost of goods manufactured	35,082,713	36,462,958
Opening finished goods	8,807,001	7,608,012
Closing finished goods	(9,207,073)	(9,464,852)
	(400,072)	(1,856,840)
	34,682,641	34,606,118

13. TRANSACTIONS WITH RELATED PARTIES

Related parties include associated companies and undertakings, entities under common directorship, directors, major shareholders, key management personnel, employees benefit trust and post employment benefit plans. The Group in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties are as follows:

Name	Nature of transaction	Quarter ended	
		Un audited September 30, 2025 (Rupees in '000)	Un audited September 30, 2024 (Rupees in '000)
Interloop Holdings (Pvt) Limited – Associate	Services received	119,732	130,456
	Gratuity transferred	2,607	–
Texlan Center (Pvt) Limited – Associate	Sale of yarn	418,537	731,933
	Sale of packing material	21,732	12,908
	Services received	85,636	–
Momentum Logistics (Private) Limited – Associate	Services received	398,162	420,828
Interloop Europe – Associate	Sale of socks	25,224	220,120
PrintKraft (Private) Limited – Associate	Purchase of packing material	36,974	130,225
Socks & Socks (Private) Limited – Associate	Services received	64,270	24,614
	Sale of goods– net	716	95,499
Interloop Welfare Trust – Trustee	Donation paid	–	20,000
Octans Digital (Private) Limited – Associate	Services received	–	1,261
	Purchase of assets	4,900	–
Interloop Employees Provident Fund	Contribution to the fund	32,890	33,589
Layallpur Literary Council – Trustee	Donation paid	–	3,000
ILNA Inc USA – Associate	Services received	502,714	411,597
Key management personnel & other related parties	Sale of asset	18,303	942
	Repayment of housing finance loan	–	1,154
	Markup on housing finance loan	–	52
	Rent expenses	439	471
	Remuneration and other benefits	1,839,474	2,005,935
	Directorship fee	5,600	6,375

Un audited
September 30,
2025
(Rupees in '000)

Audited
June 30,
2025
(Rupees in '000)

14. SHARIAH COMPLIANCE DISCLOSURE

STATEMENT OF FINANCIAL POSITION

Assets:

Shariah compliant investments and bank deposits/bank balances

Long term investment	197,520	198,017
Bank balances	208,788	26,894

Liabilities:

Financing as per Islamic mode

Long term financing	15,752,848	18,138,353
Short term borrowings	18,619,989	14,805,000

Accrued mark up as per conventional mode

Long term financing	162,900	282,437
Short term borrowings	696,292	32,569

STATEMENT OF PROFIT OR LOSS

Revenue earned from a shariah compliant business

45,202,252	179,405,283
(683,111)	(3,156,998)

Mark up on Islamic mode of financing

Source and detailed break up of other income

Other income earned from shariah compliant:

Exchange gain – net	6,955	130,762
Scrap sales and others	7,401	7,827

Other income earned from non – shariah compliant:

Dividend income	–	22,927
Realized gain on derivative financial instruments	14,867	288,794
Unrealized gain on derivative financial instruments	661,561	–
Profit on term finance certificates (TFCs)	16,135	84,058

Relationship with shariah compliant banks

Name of institutions

Relationship with institutions

MCB Islamic Bank	Bank balance, long term financing and short term borrowing
Meezan Bank Limited	Bank balance, long term financing and short term borrowing
Habib Bank Limited (Islamic Banking)	Bank balance, long term financing and short term borrowing
Faysal Bank Limited	Bank balance, long term financing and short term borrowing
Bank Alfalah Limited (Islamic)	Bank balance and short term borrowing
Bank of Punjab (Taqwa Islamic Banking)	Bank balance and short term borrowing
United Bank Limited – Ameen	Bank balance and short term borrowing
Allied Bank Limited (Islamic Banking)	Bank balance

15. OPERATING SEGMENTS

Management has determined the operating segments based on the information that is presented to the Board of Directors of the Holding Company for allocation of resources and assessment of performance. Operating segments are reported in a manner consistent with internal reporting provided to the Chief Operating Decision Maker ('CODM'). Segment performance is generally evaluated based on certain key performance indicators including business volume and gross profit.

Based on internal management reporting structure and products produced and sold, the Group is organized into the following operating segments:

a) Hosiery

This segment relates to the sale of socks.

b) Spinning

This segment relates to the sale of yarn.

c) Denim

This segment mainly relates to sale of denim products and garments.

d) Apparel

This segment mainly relates to sale of fashion apparels.

e) Other operating segments

These represent various segments of the Group which currently do not meet the minimum reporting threshold mentioned in International financial reporting standards 'Operating Segments' (IFRS 8). These mainly include energy, yarn dyeing, active wear and other subsidiaries.

15.1 Segment Information

	Hosiery		Spinning		Denim		Apparel		Others Segments		Elimination of Inter segment transaction		Total Group	
	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended	Quarter ended
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000	
Net sales														
External sale	30,888,784	29,571,951	1,767,298	2,406,819	4,533,248	4,691,413	6,247,712	4,577,046	1,765,209	1,498,960	-	-	45,202,252	42,746,190
Intersegment sale	5,210	6,427	1,992,678	2,217,564	4,347	5,940	29,058	35,489	4,408,130	5,014,549	(6,439,423)	(7,279,970)	-	-
	30,933,994	29,578,378	3,759,976	4,624,383	4,537,596	4,697,353	6,276,771	4,612,535	6,173,339	6,513,509	(6,439,423)	(7,279,970)	45,202,252	42,746,190
Cost of sales	(20,395,184)	(21,448,856)	(3,747,292)	(4,361,273)	(4,323,972)	(4,382,489)	(7,220,811)	(6,001,554)	(5,434,805)	(5,671,716)	6,439,423	7,279,970	(34,682,441)	(34,606,118)
Gross profit/(loss)	10,498,810	8,109,522	12,684	263,110	213,624	314,664	(944,040)	(1,389,019)	738,534	841,793	-	-	10,519,611	8,140,072
Distribution cost	(1,025,801)	(1,164,094)	(15,706)	(24,871)	(199,694)	(305,262)	(263,429)	(312,397)	(114,385)	(90,737)	-	-	(1,619,005)	(1,897,361)
Administrative expenses	(1,874,471)	(1,692,932)	(59,108)	(54,687)	(181,852)	(148,575)	(366,104)	(314,322)	(281,598)	(222,829)	-	-	(2,763,161)	(2,433,345)
	(2,900,272)	(2,857,026)	(74,812)	(79,558)	(381,546)	(453,837)	(629,533)	(626,719)	(395,983)	(313,564)	-	-	(4,382,166)	(4,330,706)
Profit/(loss) before taxation and unallocated income and expenses	7,598,538	5,252,496	(62,128)	183,552	(167,942)	(139,173)	(1,573,573)	(2,015,788)	342,551	528,227	-	-	6,137,445	3,809,366
Unallocated income and expenses														
Other operating expenses													(607,438)	(242,499)
Other income													706,919	277,630
Finance cost													(1,702,740)	(2,860,393)
Levies													-	(569,970)
Income tax													(1,791,734)	(79,651)
Profit for the period	6,497,749	534,690	44,014	44,227	120,207	123,100	684,653	595,572	467,350	244,995	-	-	2,742,452	334,483
Depreciation and amortization													-	1,965,972
														1,542,584

15.2 Reconciliation of reportable segment assets and liabilities

	Hosiery		Spinning		Denim		Apparel		Others Segments		Elimination of Inter segment transaction		Total Group	
	Un audited September 30, 2025	Audited June 30, 2025	Un audited September 30, 2025	Audited June 30, 2025	Un audited September 30, 2025	Audited June 30, 2025	Un audited September 30, 2025	Audited June 30, 2025	Un audited September 30, 2025	Audited June 30, 2025	Un audited September 30, 2025	Audited June 30, 2025	Un audited September 30, 2025	Audited June 30, 2025
	Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000		Rupees in '000	
Total assets for reportable segment	81,754,330	81,106,145	8,810,431	8,532,024	16,879,842	17,632,030	40,685,948	40,637,874	16,385,188	18,690,184	13,246,812	14,228,517	177,742,573	180,827,574
Total liabilities for reportable segment	46,129,170	50,892,999	910,442	1,000,118	3,902,011	3,018,280	5,214,236	3,756,205	2,926,229	3,727,162	58,370,548	60,855,136	117,652,635	123,249,900
Segment capital expenditures	563,525	14,045,201	54,267	505,546	440,196	2,274,748	178,309	1,680,042	10,842	3,422,344	485,151	-	1,732,290	21,947,881

15.3 The Group disaggregated revenue based on geographical location of its customers:

	Quarter ended	
	Un audited	
	September 30, 2025	September 30, 2024
	Rupees in '000	
Foreign countries	43,154,020	40,118,727
Pakistan	2,048,232	2,627,463
	45,202,252	42,746,190

16. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value is defined as 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. To provide an indication about the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed under the IFRSs.

Level 1: Fair value measurements using quoted (unadjusted) in active markets for identical asset or liability.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The following table presents the Group's significant financial assets and liabilities measured and recognized at fair value at September 30, 2025 and June 30, 2025 on a recurring basis:

	Un audited			
	September 30, 2025			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Financial assets				
Derivative financial instruments	-	648,505	-	648,505
Total financial assets	-	648,505	-	648,505
Total financial liabilities	-	-	-	-
	Audited			
	June 30, 2025			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Total financial assets	-	-	-	-
Financial liabilities				
Derivative financial instruments	-	13,056	-	13,056
Total financial liabilities	-	13,056	-	13,056

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Group's financial assets and financial liabilities. Furthermore, there were no reclassifications of financial assets.

17. FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The Group finances its operations through equity, borrowings and management of working capital with a view to maintain an appropriate mix between various sources of finance to minimize risk. The Group follows an effective cash management and planning policy and maintains flexibility in funding by keeping committed credit lines available. Market risks are managed by the Group through the adoption of appropriate policies to cover currency risks and interest rate risks.

The Group has managed its currency risks by forward currency contracts.

There have been no changes in the risk management policies since June 30, 2025 except for those specifically mentioned. Consequently, these consolidated condensed interim financial statements do not include all the financial risk management information and disclosures required for the annual financial statements.

18. DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on October 27, 2025 by the Board of Directors of the Holding Company.

19. EVENT AFTER THE REPORTING DATE

The Board of Directors of the Holding Company in their meeting held on September 10, 2025 have proposed a final cash dividend of Re. 1 per share (2024: Rs. 2.5 per share), amounting to Rs. 1,401.71 million (2024: Rs. 3,504.27 million), for the year ended 30 June 2025. The same has been approved by the members at the Annual General Meeting of the Company.

20. GENERAL

20.1 Corresponding figures

In order to comply with the requirements of IAS 34, the consolidated condensed interim statement of financial position has been compared with the balances of annual audited financial statements of immediately preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows have been compared with the balances of comparable periods of immediately preceding financial year.

20.2 Rounding

Figures have been rounded off to the nearest thousand.



Chief Executive Officer



Director



Chief Financial Officer

Corporate Office

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