



# FAZAL CLOTH MILLS LIMITED



FORM-7

FCML/SECT/25/1547

Dated: October 29, 2025

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

Subject: FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2025

Dear Sir,

We have to inform you that the Board of Directors of Fazal Cloth Mills Limited ("the Company") in their meeting held on Wednesday the October 29, 2025 at 04:00 P.M. at 59/3, Abdali Road, Multan have recommended the following: -


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

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

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

The Quarterly Financial Statements (Quarterly Report) of the Company shall be transmitted through PUCARS separately, within specified time.

Yours faithfully,

  
Azher Iqbal, ACA  
Company Secretary



Copy for information to:

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

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**Fazal Cloth Mills Limited**  
**Condensed Interim Statement of Financial Position**  
**As at 30 September 2025**

		(Un-audited) 30 September 2025 Rupees	(Audited) 30 June 2025 Rupees
	Note		
<b>Assets</b>			
<b><u>Non-current assets</u></b>			
Property, plant and equipment	4	53,076,472,043	52,167,363,593
Long term investments	5	12,062,987,471	10,248,129,438
Long term loans and advances	6	-	-
Long term deposits		25,733,193	25,733,193
		<u>65,165,192,707</u>	<u>62,441,226,224</u>
<b><u>Current assets</u></b>			
Stores, spares and loose tools		2,432,760,555	2,310,844,034
Stock-in-trade	7	33,277,095,640	33,661,545,599
Trade debts	8	13,864,604,097	12,266,998,305
Loans and advances		374,857,689	324,107,024
Deposits, prepayments and other receivable		571,719,269	642,810,677
Mark-up accrued		39,402,192	19,085,522
Short term investment	9	784,706,400	608,389,200
Sales tax refundable and adjustable		393,877,840	2,056,456,838
Cash and bank balances	10	1,176,041,696	1,122,291,188
		<u>52,915,065,378</u>	<u>53,012,528,387</u>
<b>Total assets</b>		<u><b>118,080,258,085</b></u>	<u><b>115,453,754,611</b></u>
<b>Equity and liabilities</b>			
<b><u>Share capital and reserves</u></b>			
Authorized share capital		1,700,000,000	1,700,000,000
Issued, subscribed and paid-up capital		300,000,000	300,000,000
Others capital reserves		21,431,421,198	19,616,563,165
Revaluation surplus on property, plant and equipment		17,838,032,790	17,970,136,770
Unappropriated profits - revenue reserve		9,360,393,900	9,048,716,202
		<u>48,929,847,888</u>	<u>46,935,416,137</u>
<b><u>Non-current liabilities</u></b>			
Long term financing - secured	11	12,129,213,910	11,168,050,617
Long term musharika - secured	12	9,952,061,606	7,956,146,606
Lease liability - unsecured		64,914,726	66,442,445
Deferred liabilities:			
- Staff retirement benefit		628,664,279	604,292,806
- Deferred taxation		9,566,117,719	9,501,841,903
		<u>32,340,972,240</u>	<u>29,296,774,377</u>
<b><u>Current liabilities</u></b>			
Current portion of non-current liabilities	13	4,429,899,202	4,311,481,264
Short term borrowings - secured		21,729,995,875	23,537,764,673
Contract liabilities		381,903,651	1,294,316,323
Trade and other payables	14	9,224,500,004	8,996,266,832
Unclaimed dividend		21,977,192	21,977,192
Accrued mark-up		813,081,814	882,273,218
Provision for taxation - net		208,080,218	177,484,595
		<u>36,809,437,956</u>	<u>39,221,564,097</u>
<b>Contingencies and commitments</b>	15	<u><b>118,080,258,085</b></u>	<u><b>115,453,754,611</b></u>

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

For Fazal Cloth Mills Ltd.  
  
 Secretary

Chief Executive Officer

Director

Chief Financial Officer



## Fazal Cloth Mills Limited

## Condensed Interim Statement of Profit or Loss (Un-Audited)

For the three months ended 30 September 2025

	Note	Three months ended	
		30 September 2025 Rupees	30 September 2024 Rupees
Revenue from contracts with customers - net	16	24,333,547,974	24,185,816,672
Cost of sales	17	(22,548,467,475)	(21,909,301,222)
<b>Gross profit</b>		<b>1,785,080,499</b>	<b>2,276,515,450</b>
Selling and distribution expenses		(81,500,591)	(123,558,140)
Administrative expenses		(246,230,882)	(225,215,173)
Other expenses		(88,193,093)	(26,762,585)
		<b>(415,924,566)</b>	<b>(375,535,898)</b>
Other income		454,101,653	264,574,224
<b>Profit from operations</b>		<b>1,823,257,586</b>	<b>2,165,553,776</b>
Finance cost	18	(1,214,597,295)	(1,403,887,493)
<b>Profit before levies and income tax</b>		<b>608,660,291</b>	<b>761,666,283</b>
Levies		(364,810,757)	(340,168,905)
<b>Profit before income tax</b>		<b>243,849,534</b>	<b>421,497,378</b>
Income tax		(64,275,816)	(89,472,273)
<b>Profit after taxation</b>		<b>179,573,718</b>	<b>332,025,105</b>
<b>Earnings per share - basic and diluted</b>	19	<b>5.99</b>	<b>11.07</b>

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

For Fazal Cloth Mills Ltd.  
  
 Secretary

Chief Executive Officer

Director

Chief Financial Officer

## Annexure "C"

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

Director

**Chief Financial Officer**

For Fazal Cloth Mills Ltd.  
K. H. H. H. H.  
Secretary



**Fazal Cloth Mills Limited**  
**Condensed Interim Statement of Cash Flows (Un-Audited)**  
**For the three months ended 30 September 2025**

Annexure "D"

	Three months ended	
	30 September 2025	30 September 2024
	Rupees	Rupees
<b><u>Cash flows from operating activities</u></b>		
Profit before taxation	608,660,291	761,666,283
Adjustments for:		
Depreciation on property, plant and equipment	551,071,909	568,622,140
Unrealized loss / (gain) on re-measurement of short term investments	(176,317,200)	(48,531,600)
Provision for gratuity	77,440,386	78,831,834
Provision for infrastructure cess	144,432,807	128,729,636
Provision for workers' profit participation fund	11,087,393	12,086,275
Provision for workers' welfare fund	12,647,912	12,366,095
Loss / (gain) on disposal of property, plant and equipment	(535,636)	(269,721)
Dividend income	(241,899,109)	(190,063,585)
Loss allowance on interest income for the period	836,605	-
Finance income	(22,554,966)	(6,171,766)
Finance cost	1,214,597,295	1,403,887,493
<b>Cash generated from operations before working capital changes</b>	<b>2,179,467,687</b>	<b>2,721,153,084</b>
<b><u>Effect on cash flows due to working capital changes</u></b>		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(121,916,521)	(129,440,619)
Stock-in-trade	384,449,959	(199,000,291)
Trade debts	(1,597,605,792)	(260,393,795)
Loans and advances	(50,750,665)	(205,330,123)
Deposits, prepayments and other receivables	71,091,408	(56,446,705)
	(1,314,731,611)	(850,611,533)
Increase / (decrease) in current liabilities:		
Trade and other payables	60,065,060	2,457,449,320
Contract liability	(912,412,672)	(235,699,705)
<b>Cash generated from operations</b>	<b>12,388,464</b>	<b>4,092,291,166</b>
Gratuity paid to employees	(53,068,913)	(32,009,691)
Taxes paid - net	1,328,363,865	(132,642,403)
	1,275,294,952	(164,652,094)
<b>Net cash generated from operating activities</b>	<b>1,287,683,416</b>	<b>3,927,639,072</b>
<b><u>Cash flows from investing activities</u></b>		
Fixed capital expenditure	(1,460,316,241)	(338,342,612)
Proceeds from sale of property, plant and equipment	671,518	469,500
Long term deposits	-	(192,900)
Finance income received	1,401,691	1,670,476
Dividend received from associated company	241,899,109	190,063,585
<b>Net cash used in investing activities</b>	<b>(1,216,343,923)</b>	<b>(146,331,951)</b>
<b><u>Cash flows from financing activities</u></b>		
Long term financing obtained	1,671,544,997	2,530,935,422
Long term financing repaid	(754,990,807)	(810,896,463)
Long term musharika obtained	2,258,415,000	1,000,000,000
Long term musharika repaid	(100,000,000)	(100,000,000)
Short term borrowings - net	(5,540,368,228)	(6,125,197,695)
Lease rentals paid	(3,536,922)	(3,215,383)
Finance cost paid - net	(1,281,252,455)	(1,722,062,561)
<b>Net cash (used in) / generated from financing activities</b>	<b>(3,750,188,415)</b>	<b>(5,230,436,680)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(3,678,848,922)</b>	<b>(1,449,129,559)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>1,122,291,188</b>	<b>713,418,102</b>
<b>Cash and cash equivalents at end of the period</b>	<b>(2,556,557,734)</b>	<b>(735,711,457)</b>
<b>Cash and cash equivalents at period end comprises of:</b>		
Cash and bank balances	1,176,041,696	674,483,285
Running finance / running musharika	(3,732,599,430)	(1,410,194,742)
	(2,556,557,734)	(735,711,457)

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

Chief Executive Officer

Director

Chief Financial Officer

For Fazal Cloth Mills Ltd.  
  
Secretary