



COLONY
TEXTILE MILLS

L I M I T E D

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE FIRST QUARTER ENDED
SEPTEMBER 30, 2025
(UN-AUDITED)**



CONTENTS

Company Information	2
Directors' Review	4
Interim Condensed Statement of Financial Position (Un-Audited)	5
Interim Condensed Statement of Profit or Loss (Un-Audited)	6
Interim Condensed Statement of Cash Flows (Un-Audited)	7
Interim Condensed Statement of Changes in Equity (Un-Audited)	8
Selected Explanatory Notes to the Financial Statements (Un-Audited)	9
ڈائریکٹرز رپورٹ	15

COMPANY INFORMATION

Board Of Directors

Mr. M. Atta Ullah Khan	(Chairman)
Mr. Fareed Mughis Sheikh	(Chief Executive Officer)
Mr. Muhammad Tariq	
Mr. Muhammad Shahzad Jamil	
Syed Aftab Hussain Naqvi	
Mr. Abdul Hakeem Khan Qasuria	
Ms. Bisma Niazi	

Board Committees

Audit Committee

Mr. Abdul Hakeem Khan Qasuria	(Chairman)
Ms. Bisma Niazi	
Mr. Muhammad Shahzad Jamil	

HR & Remuneration Committee

Syed Aftab Hussain Naqvi	(Chairman)
Mr. Abdul Hakeem Khan Qasuria	
Mr. Muhammad Shahzad Jamil	

Other Management Committees

Executive Committee

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Muhammad Tariq	
Mr. Muhammad Shahzad Jamil	

Technical Committee

Mr. Fareed Mughis Sheikh	(Chairman)
Mr. Muhammad Tariq	
Mr. Noor Khan	

Social Compliance & Human Resource Committees

Mr. Fareed Mughis Sheikh	(Chairman)
Syed Aftab Hussain Naqvi	
Mr. Atta Mohyuddin Khan	

Chief Financial Officer

Mr. Atta Mohyuddin Khan

Company Secretary

Mr. Saud Haleem

Auditors

Ilyas Saeed & Co.

Chartered Accountants

Legal Advisor

BNR

Advocates and Corporate Counsel

Registered Address

Ismail Aiwan-e-Science Building

205 Ferozepur Road, Lahore-54600

Phone : 042-35758970-2

Fax : 042-35763247

Email : corporate@colonytextiles.com

Website: www.colonytextiles.com

Share Registrar

Hameed Majeed Associates (Pvt.) Limited

HM House, 7 Bank Square

Lahore.

Phone: (042) 37235081-2, Fax: 042-37358817

Email : shares@hmaconsultants.com

Bankers

Bank Islami Pakistan Limited

Meezan Bank Limited

Faysal Bank Limited

Habib Bank Limited

National Bank of Pakistan

Soneri Bank Limited

Standard Chartered Bank (Pakistan) Limited

Silk Bank Limited

The Bank of Punjab

United Bank Limited

Bank Makramah Limited

DIRECTORS' REVIEW

Dear Members,

It is with pleasure that we present the interim condensed financial statements for the three months ended September 30, 2025. During the first quarter, the company reported a turnover of Rs. 5,162.267 million (2024: Rs. 3,185.148 million), accompanied by a gross Profit of Rs. 214.916 million, compared to a gross loss of Rs. 97.203 million during the corresponding period last year. The net loss for the quarter is Rs. 258.429 million (2024: Rs. 615.694 million), resulting in a loss per share of Rs. 0.52 as compared to Rs. 1.24 in the same period of the previous year.

The textile sector is currently focusing on survival rather than growth, amidst ongoing economic challenges. A number of textile mills have either fully or partially shut down. The cost of doing business continues to rise, and the prevailing political instability, inflation, and unemployment are eroding domestic demand for textile products. Unfortunately, the current policies of the government both in relation to the textile industry and the broader business environment have not been conducive to growth, and we foresee no immediate improvement in the business climate.

The management is acutely aware of the significant losses and operational difficulties facing by the company. In response, we are actively engaged in negotiations with financial institutions regarding a debt-to-asset swap. We are optimistic that this proposal will receive approval and be implemented in the near future.

Despite the extremely challenging environment, we remain confident that through strategic planning, continuous efforts, and the unwavering dedication of our team, we will navigate these difficulties and emerge stronger.

We would like to take this opportunity to express our sincere appreciation to our banking partners, as well as the tireless efforts of our executives and employees, whose contributions are invaluable to the company's progress.

For and on behalf of the Board



Abdul Hakeem Khan Qasuria
Director



Fareed Mughis Sheikh
Chief Executive Officer

Lahore.
October 30, 2025

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT SEPTEMBER 30, 2025

	Note	(Un-Audited) September 30, 2025 Rupees "000"	(Audited) June 30, 2025 Rupees "000"
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid up capital	4	4,980,100	4,980,100
Reserve arising on amalgamation		3,156,388	3,156,388
Revaluation surplus on property, plant and equipment		5,077,388	19,594
Directors' Subordinated loan		120,000	120,000
General Reserves		4,702	4,702
Unappropriated (loss) / Profit		(3,440,341)	(3,181,912)
Surplus on remeasurement of investments		1,101	1,101
		9,899,338	5,099,973
NON CURRENT LIABILITIES			
Long term finances	5	5,502,211	5,692,279
Liabilities against assets subject to finance lease		-	-
Deferred liabilities		6,200,685	4,673,194
		11,702,896	10,365,473
CURRENT LIABILITIES			
Trade and other payables		7,069,693	7,047,400
Short term borrowings		1,464,277	1,510,455
Accrued mark up		718,301	684,879
Unclaimed dividend		94	94
Current portion of long term liabilities		2,118,196	1,978,679
Provision for taxation		345,704	280,915
		11,716,265	11,502,422
CONTINGENCIES AND COMMITMENTS			
	6	-	-
		33,318,499	26,967,867
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	7	24,222,959	18,152,911
Right of use assets		72,859	73,782
Investment property		1,877,561	1,793,180
Long term investments		289,964	289,964
Long term deposits		55,541	55,541
		26,518,884	20,365,378
CURRENT ASSETS			
Stores, spares and loose tools		277,466	281,891
Stock in trade		2,812,589	2,919,461
Trade debts		139,795	149,079
Loans and advances		208,589	194,383
Trade deposits and short term prepayments		151,016	102,748
Other financial assets		41	41
Tax refund due from government		3,156,689	2,908,145
Cash and bank balances		53,430	46,741
		6,799,615	6,602,489
		33,318,499	26,967,867

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

Chief Financial Officer

Director

Chief Executive Officer

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Note	(Un-Audited) September 30, 2025 Rupees "000"	(Un-Audited) September 30, 2024 Rupees "000"
Sales-net		5,162,267	3,185,148
Cost of sales		4,947,351	3,282,351
Gross profit		214,916	(97,203)
Operating expenses:			
Distribution cost		67,346	41,402
Administrative expenses		87,166	65,490
		154,512	106,892
Operating (Loss) / Profit		60,404	(204,095)
Finance cost		362,130	391,659
		(301,726)	(595,754)
Other Income	8	108,086	15,921
(Loss) / Profit before tax		(193,640)	(579,833)
Taxation	9	64,789	35,861
(Loss) / Profit after tax		(258,429)	(615,694)
(Loss) / Earnings per share-basic and diluted		(0.52)	(1.24)
Other Comprehensive Income			
Surplus on revaluation property, plant & equipment		6,275,400	-
Deferred tax on revaluation of surplus		(1,217,606)	-
		5,057,794	-
Total Comprehensive (Loss) / Income		4,799,365	(615,694)

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



Chief Financial Officer



Director



Chief Executive Officer

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Note	(Un-Audited) September 30, 2025 Rupees "000"	(Un-Audited) September 30, 2024 Rupees "000"
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit / (Loss) before taxation		(193,640)	(579,833)
Adjustments for:			
Provision for gratuity		24,001	54,004
Depreciation		211,258	217,957
Gain on remeasurement of investment property		(84,381)	-
Finance cost		362,130	391,659
Operating cash flows before working capital changes		319,368	83,787
(Increase) / decrease in current assets			
Stores, spares and loose tools		4,425	81,937
Stock in trade		106,872	199,775
Trade debts		9,284	(119,724)
Loans and advances		(14,206)	(72,962)
Trade deposits and short term prepayments		(48,268)	(43,578)
Tax refund due from government		(224,442)	(443,006)
Increase / (decrease) in current liabilities			
Trade and other payables		22,293	370,398
		(144,042)	(27,160)
Cash generated from operating activities		175,326	56,627
Finance cost paid		(18,214)	(13,244)
Gratuity paid		(24,608)	(25,902)
Income tax paid		(24,102)	(15,354)
		(66,924)	(54,500)
Net cash generated from operating activities		108,402	2,127
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(4,984)	(2,039)
Net cash used in investing activities		(4,984)	(2,039)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long term finances obtained / (repaid)		(50,551)	(8,447)
Short term borrowings-net		(46,178)	(7,254)
Net cash generated / (used) in financing activities		(96,729)	(15,701)
Net cash (decrease) / increase in cash and cash equivalents during the period		6,689	(15,613)
Cash and cash equivalents at the beginning of the period		46,741	87,878
Cash and cash equivalents at the end of the period		53,430	72,265

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



Chief Financial Officer



Director



Chief Executive Officer

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Share capital	Reserve arising on amalgamation	Revaluation surplus on property, plant and equipment	Directors' loan	REVENUE RESERVES			Total
					General reserves	Unappropriated profit/(loss)	Surplus / (Deficit) on Re-measurement of investments	
.....Rupees "000"								
Balance as on July 01, 2024	4,980,100	3,156,388	19,594	120,000	4,702	(931,689)	819	7,349,914
Profit for the period	-	-	-	-	-	(615,694)	-	(615,694)
Balance as at September 30, 2024	4,980,100	3,156,388	19,594	120,000	4,702	(1,547,383)	819	6,734,220
Balance as on July 01, 2025	4,980,100	3,156,388	19,594	120,000	4,702	(3,181,912)	1,101	5,099,973
Other comprehensive income for the period	-	-	5,057,794	-	-	-	-	5,057,794
Profit for the period	-	-	-	-	-	(258,429)	-	(258,429)
Balance as at September 30, 2025	4,980,100	3,156,388	5,077,388	120,000	4,702	(3,440,341)	1,101	9,899,338

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


Chief Financial Officer


Director


Chief Executive Officer

SELECTED EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2025

1 THE COMPANY AND ITS OPERATIONS

Colony Textile Mills Limited is a public company limited by shares incorporated in Pakistan on January 12, 2011 under the provisions of the Companies Ordinance, 1984 (Now The Companies Act 2017). The company is listed on Pakistan Stock Exchange Limited. The company's registered office is located at M. Ismail Aiwan-i-Science, Ferozpur Road, Lahore, Pakistan. The principal activity of the company is manufacturing and sale of yarn, fabrics, garments made ups and trading in real estate.

2 BASIS OF PREPARATION OF ACCOUNTS

These financial statements are unaudited and are being submitted to members as required under section 237 of the Companies Act, 2017. These have been prepared in accordance with the International Accounting Standard 34 (Interim Financial Reporting) as applicable in Pakistan and notified by Securities and Exchange Commission of Pakistan (SECP).

3 ACCOUNTING POLICIES AND SEASONALITY OF OPERATIONS

3.1 The accounting policies and methods of computations adopted for the preparation of these accounts are the same as applied in the preparation of preceding annual published accounts of the company.

3.2 Some operations of the Company are very much seasonal in nature such as cotton purchase which depends upon the crop season. Effect of such operations are also reflected in these financial statements

3.3 Change in accounting policy

During the period ended September 30, 2025, the company has changed its accounting policy to carry freehold land at revalued amount and building on freehold land and plant, machinery and equipment at revalued amount less accumulated depreciation and accumulated impairment losses, if any. Previously, freehold land was carried at cost and building on freehold land and plant machinery and equipment were carried at cost less accumulated depreciation and accumulated impairment losses, if any. The Change in accounting policy has been accounted for in accordance with IAS- 16 "Property, Plant and Equipment". Had there been no change in accounting policy, figures recognised in these condensed interim financial statements would have been different as follows:

	Rupees "000"
Carrying amount would have been lower by	6,275,400
Surplus on revaluation PPE would have been lower by	5,057,795
Deferred tax would have been lower by	1,217,605

	September 30, 2025 Rupees "000"	June 30, 2025 Rupees "000"
4 SHARE CAPITAL		
4.1 Authorized capital		
185,000,000 (2024: 185,000,000) ordinary shares of Rs. 10 each	1,850,000	1,850,000
Capital of merged companies		
345,000,000 (2024: 345,000,000) ordinary shares of Rs. 10	3,450,000	3,450,000
	<u>5,300,000</u>	<u>5,300,000</u>
4.2 Issued, subscribed and paid up capital		
20,000 (2024: 20,000) ordinary shares of Rs. 10 each issued as fully paid shares	200	200
497,989,959 (2024: 497,989,959) fully paid ordinary shares of Rs. 10 each issued to the shareholders amalgamated entities	4,979,900	4,979,900
	<u>4,980,100</u>	<u>4,980,100</u>
5 LONG TERM FINANCES-Secured		
Long term loans	7,620,407	7,670,958
Less: Current portion shown under current liabilities	(2,118,196)	(1,978,679)
	<u>5,502,211</u>	<u>5,692,279</u>
6 CONTINGENCIES AND COMMITMENTS		
The status of contingencies and commitments are almost same as described in the recent annual accounts.		
7 PROPERTY , PLANT AND EQUIPMENT		
Operating fixed assets	7.1 24,211,564	18,141,516
Capital work in progress	11,395	11,395
	<u>24,222,959</u>	<u>18,152,911</u>

		September 30, 2025 Rupees "000"	June 30, 2025 Rupees "000"
7.1 Operating fixed assets			
Opening written down value		18,141,516	18,655,271
Add: Cost of additions during the period	7.2	4,984	358,255
Add: Suplus on revaluation		6,275,400	-
		<u>24,421,900</u>	<u>19,013,526</u>
Less: Written down value of deletions during the period		-	3,588
		<u>24,421,900</u>	<u>19,009,938</u>
Less: Depreciation charged during the period		210,336	868,422
		<u><u>24,211,564</u></u>	<u><u>18,141,516</u></u>
7.2 Cost of additions during the period			
Building on free hold land		-	290
Plant and machinery		-	83,666
Factory tools & equipment		2,912	180
Furniture & fixture		380	2,144
Office and other equipment		1,692	503
Transferred from CWIP		-	271,472
		<u>4,984</u>	<u>358,255</u>

September 30, 2025 Rupees "000"	September 30, 2024 Rupees "000"
---------------------------------------	---------------------------------------

8 OTHER INCOME

Other income includes profit on bank deposits, exchange gains and rental income.

9 PROVISION FOR TAXATION

Current-Minimum Taxation	64,789	35,861
	<u>64,789</u>	<u>35,861</u>

10 RELATED PARTY TRANSACTIONS

All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions.

Contribution to Provident Fund Trust	-	7,783
	<u>-</u>	<u>7,783</u>

11 SEGMENT INFORMATION

11.1 The company has two reportable business segments. The following summary describes the operation in each of the company's reportable segments:

Spinning: Production of different qualities of yarn using cotton and man-made fibers.

Weaving: Production of different qualities of greige fabric using cotton and man-made fibre yarn.

Transactions among the business segments are recorded at cost. Intersegment sales and purchases have been eliminated from the total.

11.2

Spinning		Weaving		Total-company	
September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
-----Rupees (000)-----		-----Rupees (000)-----		-----Rupees (000)-----	

Sales:

Total Sales	4,854,230	2,696,670	308,037	495,608	5,162,267	3,192,278
Inter segment	-	(7,130)	-	-	-	(7,130)
External Sales	4,854,230	2,689,540	308,037	495,608	5,162,267	3,185,148
Cost of sales	4,680,617	2,747,022	266,734	535,329	4,947,351	3,282,351
Gross profit	173,613	(57,482)	41,303	(39,721)	214,916	(97,203)
Distribution cost	40,408	24,841	26,938	16,561	67,346	41,402
Administration cost	52,299	39,294	34,867	26,196	87,166	65,490
	92,707	64,135	61,805	42,757	154,512	106,892
	80,906	(121,617)	(20,502)	(82,478)	60,404	(204,095)
Finance cost	217,278	234,995	144,852	156,664	362,130	391,659
	(136,372)	(356,612)	(165,354)	(239,142)	(301,726)	(595,754)

Unallocated income and expenses

Other income					108,086	15,921
(Loss) / Profit before tax					(193,640)	(579,833)
Taxation					64,789	35,861
(Loss) / Profit after tax					(258,429)	(615,694)
Other comprehensive income:					5,057,794	-
Total Comprehensive (Loss) / Income					4,799,365	(615,694)

12 AUTHORIZATION FOR ISSUE

These accounts have been approved and authorized for issue by the board of directors in its meeting held on October 30, 2025.



Chief Financial Officer



Director



Chief Executive Officer

انتظامیہ کمپنی کو درپیش بڑے نقصانات اور آپریشنل مشکلات سے بخوبی واقف ہے۔ اس کے جواب میں، ہم قرض سے اثاثے کے تبادلے کے حوالے سے مالیاتی اداروں کے ساتھ بات چیت میں سرگرم عمل ہیں۔ ہم پُر امید ہیں کہ اس تجویز کو منظوری مل جائے گی اور مستقبل قریب میں اس پر عمل درآمد کیا جائے گا۔

انتہائی مشکل ماحول کے باوجود، ہمیں یقین ہے کہ اسٹریٹجک منصوبہ بندی، مسلسل کوششوں اور اپنی ٹیم کی غیر متزلزل لگن کے ذریعے، ہم ان مشکلات سے نمٹیں گے اور مضبوط ہو کر ابھریں گے۔

ہم اس موقع پر اپنے بینکنگ شراکت داروں کے ساتھ ساتھ اپنے ایگزیکٹوز اور ملازمین کی انتھک کوششوں کی مخلصانہ تعریف کرنا چاہیں گے، جن کی شراکت کمپنی کی ترقی میں انمول ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے

Qasim

عبدالحکیم خان قصوریہ

ڈائریکٹر

Farid Meeth Sheikh

فرید مغیث شیخ

چیف ایگزیکٹو آفیسر

لاہور

30 اکتوبر 2025ء

ڈائریکٹران کی جائزہ رپورٹ

معزز ممبران

30 ستمبر 2025ء کو ختم ہونے والے تین ماہ کے لئے ہمارے عبوری مالیاتی گوشوارے پیش کرتے ہوئے ہمیں خوشی ہو رہی ہے۔

پہلی سہ ماہی کا کاروبار 5,162.267 ملین روپے (2024: 3,185.148 ملین روپے) رہا جس میں سہ ماہی کا مجموعی نفع 214.916 ملین روپے ہے جبکہ گزشتہ سال کے اسی عرصے کا مجموعی نقصان 97.203 ملین روپے تھا۔ سہ ماہی کا خالص خسارہ 258.429 ملین روپے (2024: 615.694 ملین روپے) رہا جس کے نتیجے میں پہلی سہ ماہی کا فی حصص خسارہ 0.52 روپے ہے جبکہ گزشتہ سال کی اسی سہ ماہی میں 1.24 روپے کا فی حصص نقصان ہوا تھا۔

ٹیکسٹائل کا شعبہ اس وقت جاری معاشی چیلنجوں کے درمیان ترقی کے بجائے بقا پر توجہ مرکوز کر رہا ہے۔ کئی ٹیکسٹائل ملیں یا تو مکمل یا جزوی طور پر بند ہو چکی ہیں۔ کاروبار کرنے کی لاگت میں اضافہ جاری ہے، اور موجودہ سیاسی عدم استحکام، افراط زر، اور بے روزگاری ٹیکسٹائل مصنوعات کی گھریلو مانگ کو ختم کر رہی ہے۔ بد قسمتی سے، حکومت کی موجودہ پالیسیاں، ٹیکسٹائل انڈسٹری اور وسیع تر کاروباری ماحول دونوں کے سلسلے میں، ترقی کے لیے سازگار نہیں رہی ہیں، اور ہمیں کاروباری ماحول میں فوری طور پر کوئی بہتری نظر نہیں آتی۔

NOTES



Colony Textile Mills Limited

Ismail Aiwan-e-Science Building

205 Ferozepur Road Lahore - 54600

Phone: 042-35758970-2

Fax: 042-35763247