



# **Towellers Limited**

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**Unaudited Accounts for the  
Quarter Ended  
September 30th, 2025**

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**[www.towellers.com](http://www.towellers.com)**



# TOWELLERS LTD

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## COMPANY INFORMATION BOARD OF DIRECTORS

Mrs.	Mahjabeen Obaid	Chairperson
Mrs.	Mehreen Obaid Agha	Chief Executive Officer
Mrs.	Sana Bilal	Director
Mrs.	Hadeel Obaid	Director
Mr.	Zeeshan K. Sattar	Director
Mr.	Valy Tariq Rangoon wala	Director
Mr.	Niaz Muhammad	Independent Director
Mr.	Muhammad Sarfraz	Independent Director

## BOARD AUDIT COMMITTEE

Mr.	Muhammad Sarfraz	Chairman
Mrs.	Hadeel Obaid	Member
Mr.	Zeeshan K. Sattar	Member

## HUMAN RESOURCE AND REMUNERATION COMMITTEE:

Mr.	Niaz Muhammad	Chairman
Mrs.	Mehreen Obaid Agha	Member
Mr.	Valy Tariq Rangoon wala	Member

## CHIEF FINANCIAL OFFICER

Mr. Adnan Moosaji

## COMPANY SECRETARY

Mr. M. Farhan Adil

## STATUTORY AUDITORS

Mushtaq & Company  
Chartered Accountants  
407-Commerce Centre, Hasrat Mohani Road, Karachi.

## BANKERS

Soneri Bank Limited  
Allied Bank Limited  
Bank Al Habib Limited  
Muslim Commercial Bank Limited  
Faysal Bank Ltd  
Al Baraka Bank Pakistan Limited  
Dubai Islamic Bank Pakistan Ltd  
Bank Alfalah

## REGISTRAR & SHARE REGISTRATION OFFICE

T.H.K., Associates Pvt. Ltd  
Plot No. 32-C, Jami Commercial Street – 2  
D.H.A., Phase-VII, Karachi, 75500, Pakistan

## REGISTERED OFFICE

WSA-30 & 31, Block-1, Federal "B" Area, Karachi-75950

Web Site: [www.towellers.com](http://www.towellers.com)

**Company Registration**  
C.R. # 0004042

**National Tax**  
NTN 0676889-0,

**& Sales Tax No.**  
Sales Tax # 02-03-5111-007-55

## FACTORIES

Plots No. 14 & 17/1 Sector 12-D, N.K.I.A. Plot No. 9 & 10, Sector 12-C, N.K.I.A., Karachi,  
PLOT NO. 48, SECTOR - 28, Korangi Industrial Area, Korangi Karachi,

# TOWELLERS LTD

## DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors are pleased to present their report together with the un-audited financial statements of the Company for the first quarter ended September 30, 2025.

The sales during the first quarter declined by 23.83% as compared to the same period last year. The decrease was mainly due to stiff international competition and lower retail off-take in the U.S. market. Global economic challenges and higher interest rates have weakened consumer purchasing power in the U.S., which in turn has adversely affected overall sales performance. Sales during the first quarter remained at 2.77 B as compared to Rs. 3.63 B during the corresponding period last year. Lower sales increased the impact of fixed costs per unit which coupled with increased cost of doing business, adversely affected profit margins during the period. Consequently, profit after tax stood at Rs. 90.49 M as compared to Rs. 177.80 M during the same period last year.

The financial highlights of the performance of the Company is as under:

### FINANCIAL HIGHLIGHTS

#### FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Rupees in Thousands	
	2025	2024
Sales	2,768,536	3,634,444
Gross Profit	406,308	471,024
Profit from operations	180,534	281,618
Taxation	90,036	103,817
Profit after taxation	90,498	177,801

The Company has undertaken major capital expenditures during last couple of years to enhance the production capacities, particularly in the stitching units. However, more investments are needed to materialize such capacity building. Once concluded, the Company is hopeful to have better growth of sales in coming years which will also result in improved per unit margins and consequently, better profitability as well.

### Acknowledgment

Directors would like to extend their gratitude towards shareholders and staff for their continued support and appreciation.

  
**Mahjabeen Obaid**  
Chairperson

  
**Sana Bilal**  
Director

Karachi:  
Dated: 29<sup>th</sup> October, 2025

# TOWELLERS LTD

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

Note	Un-Audited	Audited
	30-Sep-25	30-Jun-25
Rupees		

### NON CURRENT ASSETS

Property, plant and equipment	5	6,004,298,654	5,990,019,882
Right Of Use Asset		4,711,024	4,831,820
Long Term Loans And Advances		29,727,319	28,153,616
Long Term Deposits		30,163,335	30,163,335
		<b>6,068,900,332</b>	<b>6,053,168,653</b>

### CURRENT ASSETS

Stores, spare parts and loose tools		111,815,934	58,601,444
Stock in trade		2,561,153,632	2,072,517,088
Trade debts	6	2,013,016,889	2,088,285,764
Loans and advances		107,726,644	82,396,912
Trade deposits and short term prepayments		59,276,322	41,339,711
Other receivables		200,132,007	218,858,181
Income tax and sales tax refundable		701,214,175	700,777,719
Short term investment		329,850,690	246,543,690
Cash and bank balances		644,866,200	824,933,145
		<b>6,729,052,493</b>	<b>6,334,253,654</b>

### TOTAL ASSETS

**12,797,952,825**      **12,387,422,307**

### EQUITY AND LIABILITIES

#### SHARE CAPITAL AND RESERVES

<b>Authorized capital</b>			
25,000,000 (June 30, 2025: 25,000,000) ordinary shares of Rs. 10 each		<b>250,000,000</b>	<b>250,000,000</b>
<b>Issued, subscribed and paid up capital</b>			
17,000,000 (June 30, 2025: 17,000,000) ordinary shares of Rs. 10 each		170,000,000	170,000,000
Reserves		6,061,213,129	5,945,433,021
Surplus on revaluation of property, plant & equipment		2,737,242,261	2,762,524,029
		<b>8,968,455,391</b>	<b>8,877,957,050</b>

### NON CURRENT LIABILITIES

Staff Retirement Benefits		207,647,670	219,288,055
Deferred Tax		183,162,053	133,137,169
Lease Liability		3,258,372	3,258,372
Long Term Loan		27,367,256	28,395,486
		<b>421,435,351</b>	<b>384,079,082</b>

### CURRENT LIABILITIES

Trade And Other Payables		2,593,045,492	2,296,506,744
Unclaimed Dividend		3,964,601	3,964,601
Accrued Markup		160,773	161,392
Book overdraft		18,835,665	27,697,886
Current Portion Lease Liability		2,942,254	2,942,254
Current Portion Long Term Loan		4,112,924	4,112,924
Short Term Borrowings		785,000,375	790,000,374
		<b>3,408,062,084</b>	<b>3,125,386,175</b>

### CONTINGENCIES AND COMMITMENTS

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### TOTAL EQUITY AND LIABILITIES

**12,797,952,825**      **12,387,422,307**

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.



Hadeel Obaid  
Director

Date: 29 October 2025



Sana Bilal  
Director



Adnan Moosaji  
Chief Financial Officer

# TOWELLERS LTD

## Condensed Interim Statement of Profit and Loss Account For the quarter ended September 30, 2025

	30-Sep-25	30-Sep-24
	Rupees	
Net Sales	2,768,536,234	3,634,444,390
Cost of sales	(2,362,228,430)	(3,163,420,443)
<b>Gross profit / (loss)</b>	<b>406,307,804</b>	<b>471,023,949</b>
Distribution cost	(101,277,719)	(126,171,840)
Administrative expenses	(128,247,302)	(105,029,201)
Other operating expenses	(13,560,061)	(17,682,033)
Other income	24,606,731	66,211,544
	(218,478,351)	(182,671,531)
<b>Profit / (loss) from operations</b>	<b>187,829,453</b>	<b>288,352,418</b>
Finance cost	(7,295,157)	(6,734,434)
<b>Profit/ (loss) Before Levies And Income Tax</b>	<b>180,534,296</b>	<b>281,617,984</b>
Levies	(40,011,071)	(47,167,934)
<b>Profit/ (loss) Before Income Tax</b>	<b>140,523,225</b>	<b>234,450,048</b>
Income Tax Expenses	(50,024,885)	(56,649,076)
<b>Profit / (loss) for the period</b>	<b>90,498,340</b>	<b>177,800,973</b>
<b>Profit per share-basic and diluted</b>	<b>5.32</b>	<b>10.46</b>

*The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.*



Hadeel Obaid  
Director  
Date: 29 October 2025



Sana Bilal  
Director




Adnan Moosaji  
Chief Financial Officer

# TOWELLERS LTD

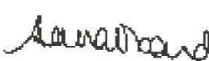
Condensed Interim Statement of Comprehensive Income (Un-audited)  
For the quarter ended September 30, 2025

	Quarter ended	
	30-Sep-25	30-Sep-24
	Rupees	
Profit / (loss) for the period	90,498,340	177,800,973
Other comprehensive income for the period	-	-
Total comprehensive Profit for the period	90,498,340	177,800,973

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.



Hadeel Obaid  
Director  
Date: 29 October 2025



Sana Bilal  
Director




Adnan Moosaji  
Chief Financial Officer

# TOWELLERS LTD

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

Particulars	Share capital	Reserves			Total
		Capital	Revenue	Capital Reserve	
		Share premium	Unappropriated profit	Revaluation Surplus	
Balance as at July 1, 2024	170,000,000	63,000,000	5,626,919,726	2,879,858,480	8,739,778,206
Profit for the period	-	-	177,800,973	-	177,800,973
Other comprehensive income for the period			-	-	-
Transferred from surplus on revaluation of property, plant & equipment	-	-	28,090,853	(28,090,853)	-
Balance as at September 30, 2024	170,000,000	63,000,000	5,832,811,553	2,851,767,626	8,917,579,179
Balance as at July 1, 2025	170,000,000	63,000,000	5,882,433,021	2,762,524,029	8,877,957,050
Profit for the period	-	-	90,498,340	-	90,498,340
Other comprehensive income for the period	-	-	-	-	-
Transferred from surplus on revaluation of property, plant & equipment	-	-	25,281,768	(25,281,768)	-
Balance as at September 30, 2025	170,000,000	63,000,000	5,998,213,129	2,737,242,261	8,968,455,391

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.



Hadeel Obaid  
Director  
Date: 29 October 2025



Sana Bilal  
Director



Adnan Moosaji  
Chief Financial Officer




# TOWELLERS LTD

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

	Quarter ended	
	30-Sep-25	30-Sep-24
	Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	180,534,296	281,617,983
<b>Adjustments for:</b>		
Depreciation	66,504,271	70,277,562
Depreciation-right of use asset	120,796	135,895
Finance cost	7,295,157	6,734,434
(Gain) / loss on disposal of property, plant and equipment	(1,182,789)	(1,510,003)
Workers' profit participation fund & Sindh workers' welfare fund	13,560,061	14,821,999
Provision for gratuity	18,581,419	2,860,034
	104,878,915	110,305,989
Profit before working capital changes	285,413,211	391,923,972
<b>(Increase) / decrease in current assets</b>		
Stock, stores, spare parts and loose tools	(541,851,034)	72,338,083
Trade debts	75,268,875	(27,887,498)
Loans and advances	(25,329,732)	(57,584,674)
Trade deposits and short term prepayments	(17,936,611)	8,038,470
Other receivables	18,726,174	2,979,233
	(491,122,327)	(2,116,386)
<b>(Decrease) / increase in current liabilities</b>		
Trade and other payables	282,978,688	(149,944,415)
Cash generated from operations	77,269,572	239,863,171
Finance cost paid	(7,295,777)	(6,744,265)
Taxes refund / (paid)	(40,447,528)	(229,067,825)
Long term loan paid	(1,573,703)	(862,037)
Staff retirement benefits - gratuity net	(30,221,804)	(13,456,148)
<b>Net cash generated from operating activities</b>	(2,269,240)	(10,267,106)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	1,200,000	1,800,000
Short term investments	(83,307,000)	337,973,589
Fixed capital expenditure	(80,800,254)	(169,865,999)
<b>Net cash used in investing activities</b>	(162,907,254)	169,907,590
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank borrowings - net	(6,028,230)	38,971,769
Bank overdraft	(8,862,221)	-
<b>Net cash used in financing activities</b>	(14,890,451)	38,971,769
<b>Net increase / (decrease) in cash and cash equivalents</b>	(180,066,945)	198,612,253
Cash and cash equivalents at the beginning of the year	824,933,145	701,752,715
<b>Cash and cash equivalents at the end of the period</b>	<b>644,866,200</b>	<b>900,364,968</b>

The annexed notes 1 to 10 form an integral part of these condensed interim financial statements.



Hadeel Obaid  
Director

Date: 29 October 2025



Sana Bilal  
Director



Adnan Moosaji  
Chief Financial Officer



# TOWELLERS LTD

## SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the quarter ended September 30, 2025

### 1 LEGAL STATUS AND NATURE OF BUSINESS

The company was incorporated in Pakistan as a Private Limited Company on May 31, 1973 and subsequently converted into Public Limited Company on June 22, 1994 under the Companies Act, 1913 (Now Companies Ordinance, 1984) and is quoted on stock exchanges at Karachi and Lahore. The principal business of the company is to manufacture and export of textile made ups, garments and towels. The registered office of the company is situated at WSA - 30 & 31, Block - 1, Federal "B" Area, Karachi in the province of Sindh, Pakistan.

### 2 BASIS OF PREPARATION

#### Statement of compliance

This condensed interim financial information is un-audited and has been prepared in accordance with the requirements of the International Finance Reporting Standard (IFRS) IAS 34 Interim Financial Reporting as applicable in Pakistan. This condensed interim financial information does not include all of the information and disclosures required for annual financial statements, and should be read in conjunction with the financial statements of the Company as at and for the year ended June 30, 2025.

This condensed interim financial information is being submitted to the shareholders as required by the Listing regulations of Karachi, Lahore and Islamabad Stock Exchanges and section 237(2) of the Companies Act, 2017.

These condensed financial statements comprise of condensed interim balance sheet, condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity together with the notes for the quarter ended September 30, 2025.

### 3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation which have been used in the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the preceding year ended June 30, 2025.

Amendments to certain existing standards and new interpretations on approved accounting standards effective during the period either were not relevant to the company's operations or did not have any impact on the accounting policies of the company.

### 4 ACCOUNTING ESTIMATES, JUDGMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of this condensed interim financial information in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Judgments and estimates made by management in the preparation of this condensed interim financial information are the same as those that were applied to the financial statements as at and for the year ended June 30, 2025.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2025

### 5 PROPERTY, PLANT AND EQUIPMENT

		(Un-audited)	(Audited)
		30-Sep-25	30-Jun-25
		----- Rupees -----	
	Note		
Operating assets	5.1	5,485,728,181	5,516,710,484
Capital work in progress-at cost	5.2	518,570,473	473,309,398
		<u>6,004,298,654</u>	<u>5,990,019,882</u>

# TOWELLERS LTD

## 5.1 ASSETS OWNED BY THE COMPANY

	(Un-audited)	(Audited)
	30-Sep-25	30-Jun-25
	----- Rupees -----	----- Rupees -----
Net book value at the beginning of the period/year	5,516,710,484	5,388,999,239
Additions / Surplus on revaluation during the period/year		
Leasehold land	-	310,466,608
Plant and machinery	25,476,500	69,497,765
Furniture and fixture	72,500	755,025
Office equipment	4,470,179	14,813,646
Solar plant	-	2,061,707
Vehicles	5,520,000	20,254,868
	35,539,179	417,849,619
Net book value of assets disposed during the period/year	(17,211)	(714,841)
Depreciation for the period/year	(66,504,271)	(289,423,534)
Net book value at the end of the period/year	5,485,728,181	5,516,710,484

## 5.2 CAPITAL WORK IN PROGRESS

	(Un-audited)	(Audited)
	30-Sep-25	30-Jun-25
	----- Rupees -----	----- Rupees -----
Building	388,619,177	343,358,102
Plant and machinery	129,951,296	129,951,296
	518,570,473	473,309,398

## 6 TRADE DEBTS

	(Un-audited)	(Audited)
Note	30-Sep-25	30-Jun-25
	----- Rupees -----	----- Rupees -----
Secured - considered good		
Foreign debts	2,030,331,401	2,108,307,458
Unsecured - considered good		
Domestic debts	6,800,151	4,092,969
	6,800,151	4,092,969
	2,037,131,552	2,112,400,427
Allowance for ECL	(24,114,663)	(24,114,663)
	2,013,016,889	2,088,285,763

## 7 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies since the last audited financial statements.

	(Un-audited)	(Audited)
	30-Sep-25	30-Jun-25
	----- Rupees -----	----- Rupees -----

### 7.1 Contingencies

Bank guarantees issued in the ordinary course of business	22,997,600	22,997,600
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# TOWELLERS LTD

7.2 Commitments

There were no commitments as on period ended.

8 TRANSACTIONS WITH RELATED PARTIES

The related parties comprises associated companies, directors and key management personnel. Amounts due t shown in the relevant notes to the financial statements. Transactions with related parties are disclosed below:


Nature of transaction	Relationship	Rupees
Salaries and other benefits	C.E.O & Directors	18,843,125

9 DATE OF AUTHORIZATION FOR ISSUE

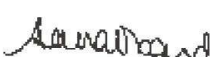
These condensed interim financial statements have been authorized for issue on 29th October 2025 by the board company.

10 GENERAL

Figures have been rounded off to the nearest rupees.



Hadeel Obaid  
Director  
Date: 29 October 2025



Sana Bilal  
Director



Adnan Moosaji  
Chief Financial Officer

# BOOK POST

UNDER POSTAL CERTIFICATE

If undelivered, please return to:

**TOWELLERS LIMITED**

W.S.A. 30, Block-1, Federal 'B' Area, Karachi.