



QUARTERLY REPORT
MARCH 31, 2024



DEWAN MUSHTAQ TEXTILE MILLS LIMITED



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DEWAN MUSHTAQ TEXTILE MILLS LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS

Executive Director	: Mr. Ishtiaq Ahmed - Chief Executive Officer & Director
Non-Executive Directors	: Syed Asim Abid Ali - Chairman, Board of Directors Mr. Ghazanfar Baber Siddiqi Mr. Syed Maqbool Ali Mr. Waseem-ul-Haque Ansari Mrs. Nida Jamil
Independent Director	: Mr. Aziz-ul-Haque
Audit Committee	: Mr. Aziz-ul-Haque (Chairman) Syed Maqbool Ali (Member) Syed Asim Abid Ali (Member)
Human Resources & Remuneration Committee	: Mr. Aziz-ul-Haque (Chairman) Syed Maqbool Ali (Member) Mr. Ishtiaq Ahmed (Member)
Auditor	: Feroze Sharif Tariq & Co. Chartered Accountants 4/N/4 Block-6, P.E.C.H.S., Karachi 75400, Pakistan.
Company Secretary	: Mr. Muhammad Hanif German
Chief Financial Officer	: Mr. Muhammad Irfan Ali
Tax Advisor	: Sharif & Co. Advocates
Legal Advisor	: Abbas & Atif Law Associates
Bankers	: Habib Bank Limited Bank Islami Pakistan Limited MCB Bank Limited United Bank Ltd
Registered Office	: Dewan Centre, 3-A Lalazar Beach Hotel Road, Karachi
Shares Registrar & Transfer Agent	: BMF Consultants Pakistan (Private) Limited Anum Estate Building, Room No. 310 & 311, 3rd Floor, 49, Darul Aman Society, Main Shahrah-e-Faisal, adjacent to Baloch Colony Bridge, Karachi 75350, Pakistan
Factory Office	: A-30, S.I.T.E., Hyderabad, Sindh, Pakistan.
Website	: www.yousufdewan.com

IN THE NAME OF ALLAH; THE MOST GRACIOUS AND THE MERCIFUL**IF YE GIVE THANKS, I WILL GIVE YOU MORE (HOLY QURAN)**

Dear Shareholder(s),
Assalam-o-Alykum!

The Board of Directors of your Company is pleased to present unaudited condensed interim financial statements for the nine months ended March 31, 2024 in compliance with the requirements of section 237 of the Companies Act, 2017 and code of corporate governance issued by Securities and Exchange Commission of Pakistan.

Operating results (Factory Shutdown):

Company's net revenue during the current period remained NIL as compared to Rs.3.867 million of the corresponding periods of last year due to closure of operations. The Company, for the time being, has suspended its manufacturing operations since July 2016 which could not be resumed due to adverse scenario faced by the industry and working capital constraints.

The condensed interim financial statements have been prepared using going concern assumption as the company has approached its lenders for further restructuring of its liabilities, which is in process. Management is hopeful that such revision will be finalized soon which will enable the company to resume its operations.

Future Outlook

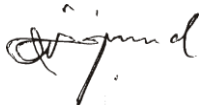
The country's economic stability would largely depend on political firmness, proactive & prudent monetary policy, a sound & rationalized policy of the government for taxes, constant supply of utilities at affordable tariff and availability of cost-effective borrowing facilities.

Conclusion

In conclusion, we bow beg and pray to Almighty Allah, Rahman-o-Rahim, in the name of our beloved Prophet Muhammad (Peace be upon him) for the continued showering of his blessings, Guidance, strength, health and prosperity to us, our company, country and nation, and also pray to Almighty Allah to bestow peace, Harmony, brotherhood and unity in true Islamic spirit to whole of Muslim Ummah; Ameen: Summa Ameen

LO-MY LORD IS INDEED HEARER OF PRAYER (HOLY QURAN)

By and under Authority of the Board of Directors



Ishtiaq Ahmed
Chief Executive Officer




Syed Asim Abid Ali
Chairman – Board of Directors

Dated: November 07, 2025

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024

		(Un-Audited) March 31, 2024	(Audited) June 30, 2023
Notes		----- (Rupees) -----	
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL & RESERVES</u>			
<u>Authorized</u>			
	12,000,000 (June 30, 2023 : 12,000,000) Ordinary shares of Rs.10/- each	120,000,000	120,000,000
	Issued, subscribed and paid-up capital	115,610,280	115,610,280
	Revenue reserves		
	General reserve	45,000,000	45,000,000
	Accumulated losses	(712,726,557)	(697,147,797)
	Capital reserve		
	Surplus on revaluation of property, plant and equipment	770,694,755	775,149,083
		218,578,478	238,611,566
<u>NON-CURRENT LIABILITIES</u>			
<u>Deferred Liabilities</u>			
	Provision for staff gratuity	6,344,076	6,624,076
	Deferred taxation	21,581,699	23,401,072
		27,925,775	30,025,148
<u>CURRENT LIABILITIES</u>			
	Trade and other payables	39,704,771	44,587,781
	Mark-up accrued on loans	136,900,151	136,900,151
	Unclaimed dividend	308,319	308,319
	Over due portion long term loans	176,355,579	176,355,579
	Short term borrowings	232,201,499	232,201,499
		585,470,319	590,353,329
<u>CONTINGENCIES AND COMMITMENTS</u>			
6		-	-
		831,974,572	858,990,043
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
	Property, plant and equipment	792,236,435	813,659,473
	Long term deposits	816,862	816,862
<u>CURRENT ASSETS</u>			
	Stores and spares	5,422,111	6,256,282
	Trade debts - considered good	10,754,510	14,243,984
	Short term deposits and sales tax receivables	7,761,513	8,955,592
	Income tax recoverable - net	11,511,519	11,511,519
9	Cash and bank balances	3,471,622	3,546,331
		38,921,275	44,513,708
		831,974,572	858,990,043

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer



Syed Asim Abid Ali
Chairman Board of Directors

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Nine Moths Ended		Quarter Ended	
	July-Mar, 2024	July-Mar, 2023	Jan-Mar, 2024	Jan-Mar, 2023
Notes	(Rupees)		(Rupees)	
Sales - Net	-	3,866,660	-	--
Cost of sales	(23,388,134)	(37,201,713)	(7,908,150)	(10,646,382)
Gross (Loss)	(23,388,134)	(33,335,053)	(7,908,150)	(10,646,382)
Operating expenses				
Administrative and general expenses	(6,098,743)	(7,435,979)	(1,605,207)	(2,301,857)
Operating (loss)	(29,486,877)	(40,771,032)	(9,513,357)	(12,948,239)
Finance cost	8 (5,584)	(18,973,280)	(2,000)	(6,088,005)
Others income	7,640,000	9,250,000	858,840	-
(Loss) before taxation	(21,852,461)	(50,494,312)	(8,656,517)	(19,036,244)
Taxation				
- Current	-	(48,333)	-	-
- Deferred	1,819,373	2,072,479	606,458	690,826
	1,819,373	2,024,146	606,458	690,826
(Loss) after taxation	(20,033,088)	(48,470,166)	(8,050,059)	(18,345,418)
(Loss) per share - basic and diluted (rupees)	10 (1.73)	(4.19)	(0.69)	(1.59)

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer

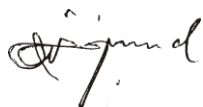


Syed Asim Abid Ali
Chairman Board of Directors

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Nine Moths Ended		Quarter Ended	
	July-Mar, 2024	July-Mar, 2023	Jan-Mar, 2024	Jan-Mar, 2023
	Notes ----- (Rupees) -----		----- (Rupees) -----	
(Loss) for the period	(20,033,088)	(48,470,166)	(8,050,059)	(18,345,418)
Item that will not be subsequently reclassified to profit or loss :				
Other comprehensive income:	-	-	-	-
Total comprehensive income / (loss) for the period	<u>(20,033,088)</u>	<u>(48,470,166)</u>	<u>(8,050,059)</u>	<u>(18,345,418)</u>

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer



Syed Asim Abid Ali
Chairman Board of Directors

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Notes	July-Mar, 2024	July-Mar, 2023
		----- (Rupees) -----	
CASH FLOW FROM OPERATING ACTIVITIES			
(Loss) before taxation		(21,852,461)	(50,494,312)
Adjustment for non-cash and other items:			
Depreciation		21,423,038	22,909,920
Provision for slow moving stores and spares		834,171	-
Provision for short term deposit and other receivable		1,194,079	-
Advances, deposits & other a/c written off		-	375,789
Reversal of provision for doubtful debts		(7,640,000)	(9,250,000)
Finance cost		5,584	18,973,280
		<u>15,816,872</u>	<u>33,008,989</u>
		(6,035,589)	(17,485,323)
Working Capital Changes			
<i>(Increase) / decrease in current assets</i>			
Stock in Trade		11,129,474	7,704,790
Trade debts		-	26,824,198
Other receivable		-	639,911
<i>Increase/(decrease) in current liabilities</i>			
Trade creditors, and other payables		(4,883,010)	(45,698,755)
Short term borrowings		-	61,500,016
		<u>6,246,464</u>	<u>50,970,160</u>
Payments for :			
Taxes		-	(48,333)
Gratuity		(280,000)	(35,621,438)
		<u>(280,000)</u>	<u>(35,669,771)</u>
Net cash inflow / (outflow) from operating activities		(69,125)	(2,184,934)
CASH FLOW FROM INVESTING ACTIVITIES			
Fixed capital Expenditure		-	(85,018)
Net cash inflow / (outflow) from investing activities		-	(85,018)
CASH FLOW FROM FINANCING ACTIVITIES			
Bank charges		(5,584)	(137,198)
Net cash inflow / (outflow) from financing activities		(5,584)	(137,198)
Net (decrease) / increase in cash and cash equivalents		(74,709)	(2,407,150)
Cash and cash equivalents at the beginning of the period		3,546,331	3,698,711
Cash and cash equivalents at the end of the period	9	3,471,622	1,291,561

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer



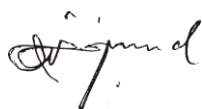
Syed Asim Abid Ali
Chairman Board of Directors

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Issued, subscribed and paid-up capital	Revenue Reserves		Capital Reserves	Total
		General Reserve	Accumulated Losses	Revaluation Surplus on property, plant & equipment	
----- (Rupees) -----					
Balance as at 1st July 2022	115,610,280	45,000,000	(668,102,753)	781,914,418	274,421,945
Total comprehensive Income / (loss) for the period					-
(Loss) for the period	-	-	(48,470,166)	-	(48,470,166)
Other comprehensive income	-	-	-	-	-
	-	-	(48,470,166)	-	(48,470,166)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	-	-	5,074,002	(5,074,002)	-
Balance as at March 31, 2023	115,610,280	45,000,000	(711,498,917)	776,840,416	225,951,779
Balance as at July 01, 2023	115,610,280	45,000,000	(697,147,797)	775,149,083	238,611,566
Total comprehensive Income / (loss) for the period					
(Loss) for the period	-	-	(20,033,088)	-	(20,033,088)
Other comprehensive income	-	-	-	-	-
	-	-	(20,033,088)	-	(20,033,088)
Transfer to accumulated loss in respect of incremental depreciation - net of tax	-	-	4,454,328	(4,454,328)	-
Balance as at March 31, 2024	115,610,280	45,000,000	(712,726,557)	770,694,755	218,578,478

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



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer



Syed Asim Abid Ali
Chairman Board of Directors

DEWAN MUSHTAQ TEXTILE MILLS LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

1. CORPORATE INFORMATION

Dewan Mushtaq Textile Mills Limited (the Company) was incorporated in Pakistan, as a public limited company on November 04, 1970, under the Companies Act, 1913 (Now the Companies Act, 2017) and its shares are listed on Pakistan Stock Exchange Limited. The principal activity of the Company is trading, manufacturing and sale of yarn. The Operations of the the company are suspended since July 2016.

The geographical Location and address of the company's business units, including mill/plant are as under:

- Company's registered office is located at Dewan Centre, 3-A Lalazar, Beach Hotel Road, Karachi.
- Company's production plant is situated at A-30, S.I.T.E., Hyderabad, Sindh, Pakistan.

2 GOING CONCERN ASSUMPTION

The condensed interim financial statements of the company for the nine months ended March 31, 2024 reflect that company has sustained a net loss after taxation of Rs.20.033 million (June 2023: Rs.35.810 million) and as of that date company has negative reserves of Rs. 667.227 (June 2023: 652.148 million) have resulted in equity of Rs. 218.578 (June 2023: 238.612) million. Further the company's short term borrowing facilities having limit to the extent of Rs.100 million have expired and not been renewed. Company defaulted in repayment of its restructured liabilities due to liquidity crunch and working Capital Constraints as a result the Company, for the time being, has suspended its manufacturing operations since July 2016. Accordingly, as per the terms of the agreement / Consent decree the entire restructured liabilities along with markup eligible for waiver become immediately repayable. These conditions indicate the existence of material uncertainty which may cast significant doubt about the company's ability to continue as a going concern, therefore the company may not be able to realize its assets and discharge its liabilities during the normal course of business.

These condensed interim financial statements have been prepared on going concern assumption as the Company approached its lenders for further restructuring of its liabilities which is in process. Company is hopeful that such restructuring will be effective soon and will further streamline the funding requirements of the Company which will ultimately help the management to run the operations smoothly with optimum utilization of production capacity. As the conditions mentioned in the foregoing paragraph are temporary and would reverse therefore the preparation of these condensed interim financial statements using going concern assumption is justified.

3 BASIS OF PREPARATION

- 3.1** These condensed interim financial statements of the Company for the period ended 31 March, 2024 have been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017: and

Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 3.2** These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended 30 June 2023.

4 SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

- 4.1** The accounting policies and methods of computation adopted in the preparation of these condensed interim financial information are consistent with those applied in the preparation of annual audited financial statements of the Company for the year ended 30 June 2023.

4.2 Change in accounting standards, interpretations, and amendments to published accounting and reporting standards

4.2.1 Amendments to published accounting and reporting standards that became effective during the period:

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

4.2.2 Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after 1 July 2023. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these condensed interim financial statements.

5 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual audited financial statements for the year ended 30 June 2023.

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's annual audited financial statements for the year ended 30 June 2023.

6 CONTINGENCIES AND COMMITMENTS

There are no significant change in the status of contingencies and commitments sine the last audited financial statements of the Company for the year ended 30 June 2023.

		(Un-Audited) July-Mar, 2024	(Audited) June'30 2023
		(Rupees)	
7	PROPERTY, PLANT & EQUIPMENT'S		
	Operating fixed assets	7.1	
		792,236,435	813,659,473
		792,236,435	813,659,473
	7.1 Operating fixed assets		
	Opening balance - WDV	813,659,473	844,121,015
	Additions during the period / year	--	85,018
	Depreciation during the period / year	(21,423,038)	(30,546,560)
	Closing balance	792,236,435	813,659,473

8 FINANCE COST

The company has not provided the markup on long term and short term borrowings for the period amounting to Rs. 28.755 on (Up to June 30, 2023: Rs. 159.889) in respect of borrowings of certain banks who have not yet accepted the restricting proposal. The Management of the company is quite hopeful that theses banks will also accept restricting proposal in near future. Had the provision been made the loss for the period would have been higher by Rs. 28.755 million and accrued mark-up would have been higher and shareholders' equity would have been lower by Rs. 188.645 million. The said non provisioning is departure from the requirement of IAS 23- 'Borrowing Costs'.

		(Un-Audited) July-Mar, 2023	(Un-Audited) July-Mar 2023
		(Rupees)	
9	CASH AND CASH EQUIVALENTS		
	Cash and Bank Balances	3,471,622	1,291,561
		3,471,622	1,291,561
10	(LOSS) PER SHARE - BASIC AND DILUTED		
	(Loss) after taxation	Rupees (20,033,088)	(48,470,166)
	Weighted average number of ordinary shares	Nos 11,561,028	11,561,028
	(Loss) per share - basic and diluted	Rupees (1.73)	(4.19)

11 RELATED PARTY TRANSACTIONS

Related parties include associated group companies, directors, executives, key management personnel and staff retirement funds. Material transactions and balances with related parties incurred during the period consisted of payment of contribution to staff provident fund of the Company amounting to Rs 0. 234 million (Mar 2023 Rs. 0.195 million).

12 CORRESPONDING FIGURES

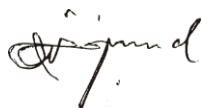
In order to comply with the requirements of International Accounting Standard 34 "Interim Financial Reporting", balance sheet has been compared with the balances of annual financial statements, whereas profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial period

13 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 7th November, 2025 by the Board of Directors of the Company.

14 GENERAL

Figures have been rounded off to the nearest rupees unless otherwise stated.



Ishtiaq Ahmed
CEO & Director



Muhammad Irfan Ali
Chief Financial Officer



Syed Asim Abid Ali
Chairman Board of Directors

دیوان مشتاق ٹیکسٹائلز لمیٹڈ

ڈائریکٹرز رپورٹ

شروع کرتا ہوں اللہ تعالیٰ کے نام سے جو بڑا مہربان اور نہایت رحم والا ہے
اگر تم ٹھکرا دو کرو گے تو میں تم پر (نعمتوں میں) ضرور اضافہ کروں گا (القرآن)

محترم شیئر ہولڈرز،

السلام علیکم،

آپ کی کمپنی کے بورڈ آف ڈائریکٹرز 31 مارچ 2024ء کو ختم ہونے والی نو ماہ کی مدت کیلئے کمپنیز ایکٹ 2017ء کے سیکشن 237 اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ کوڈ آف کارپوریٹ گورننس کی تعمیل کرتے ہوئے غیر میعاد عبوری مالیاتی حسابات پیش کرنے پر خوشی محسوس کر رہے ہیں۔

مالیاتی نتائج (یکٹری بند):

پیداوار معطل ہونے کی وجہ سے اس سال کمپنی کی صافی پیداواری فروخت گذشتہ نو ماہ کی پیداواری فروخت مبلغ 3.867 ملین روپے کے مقابلے میں صفر رہی۔ فی الحال کمپنی جولائی 2016ء سے اپنی پیداواری سرگرمیاں معطل کر چکی ہے جو کہ صنعت کو درپیش مسائل اور کاروباری سرمایہ میں کمی کے باعث آپریشن جاری نہیں کیا جاسکا۔

مجموعی عبوری مالی بیانات تشویش کا اظہار کرتے ہوئے تیار کیئے گئے ہیں کیونکہ کمپنی نے اپنے قرض دہندگان سے اپنی ذمہ داریوں کی مزید تنظیم نو کے لئے رابطہ کیا ہے جو کہ جاری ہے۔ انتظامیہ کو امید ہے کہ جلد ہی اس طرح کی نظر ثانی کو حتمی شکل دے دی جائے گی جس سے کمپنی اپنے آپریشنز دوبارہ شروع کر سکے گی۔

مستقبل کا نظریہ:

ملکی معاشی استحکام کا زیادہ تر انحصار سیاسی مضبوطی، فعال اور سمجھدار مالیاتی پالیسی، ٹیکسوں کے لیے حکومت کی ایک درست اور معقول پالیسی، سستی ٹیرف پر پمپلینز کی مسلسل فراہمی اور سستے قرضے لینے کی سہولیات فراہم کرنے پر منحصر ہوگا۔

نتیجہ:

نتیجہ کے حوالے سے ہم اللہ تعالیٰ رحمن و رحیم سے دعا کرتے ہیں وہ اپنے حبیب حضرت محمد ﷺ کے طفیل اپنی رحمت، ہدایات اور فضل و کرم ہم پر اسی طرح قائم رکھے جو کہ نہ صرف ہم پر بلکہ ہماری کمپنی اور ہمارے ملک پر بھی اپنی رحمت نازل کرے، ہم اللہ تعالیٰ سے یہ بھی دعا کرتے ہیں کہ تمام مسلم ائمہ کے مابین صحیح اسلامی جذبہ، اخوت اور بھائی چارگی پیدا کرے۔ آمین ثلثہ آمین۔

میرا پروردگار یقیناً ہماری دعاؤں کو سنتا ہے۔ (قرآن کریم)

بورڈ آف ڈائریکٹرز کی جانب سے

سید عاصم عابد علی

چیرمین بورڈ آف ڈائریکٹرز

اشتیاق احمد

چیف ایگزیکٹو آفیسر

کراچی؛

مورخہ: 07 نومبر 2025ء