



J.K SPINNING MILLS LTD

CORPORATE BRIEFING
SESSION 2025



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Company Brief



COMPANY PROFILE

J.K Spinning Mills Limited (JKSML) was incorporated in Pakistan on 07 January 1987 as a public limited company. The shares of the company are listed on Pakistan Stock Exchange.

The Company is engaged in business of textile manufacturing which comprises spinning, weaving, processing, stitching, buying, selling and otherwise dealing in yarn, fabrics and other goods.



Spinning Unit (183,538 Spindles & 6000 Rotors))



Processing Unit (60 Million Linear meter annual production)



Power House
21MW Gas Generation
1MW Diesel Generation
7.6 MW Solar Capacity
18 MW Grid



Weaving Unit (110 Looms)



Stitching Unit (600 Machines 64 Million meter annual production)

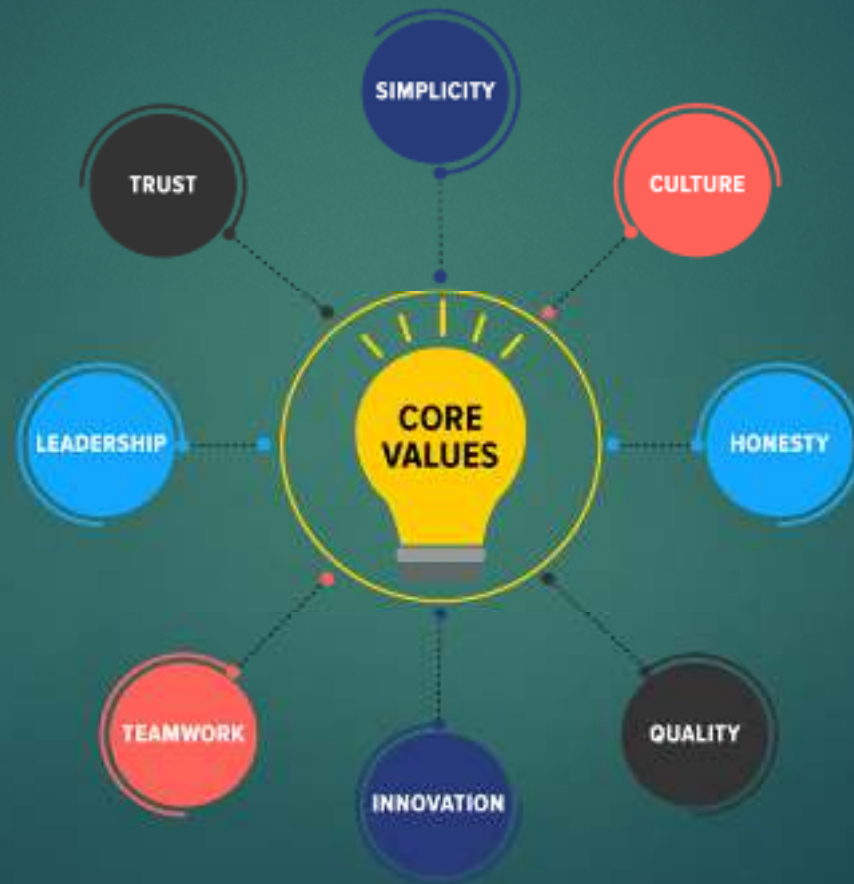


To Enter into Global Economy accepting the challenge of barrier free trade as a dynamic force.



- To turn around performance of company into sustainable growth for the benefit of its stake holders.
- To stand the test of expectations of our valued customers redefining excellence with craft, creativity, professionalism and quality control.
- To strive hard for boosting exports of country to earn more foreign exchange to rebuild economy.

CORE VALUES



KEY REVENUE DRIVERS



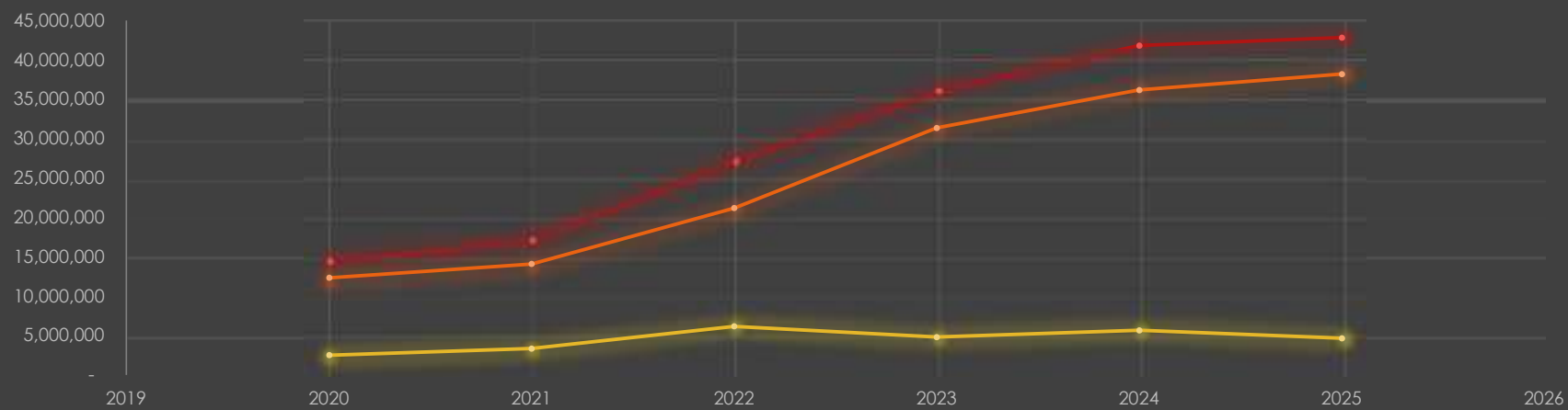


Historical Performance & Trends

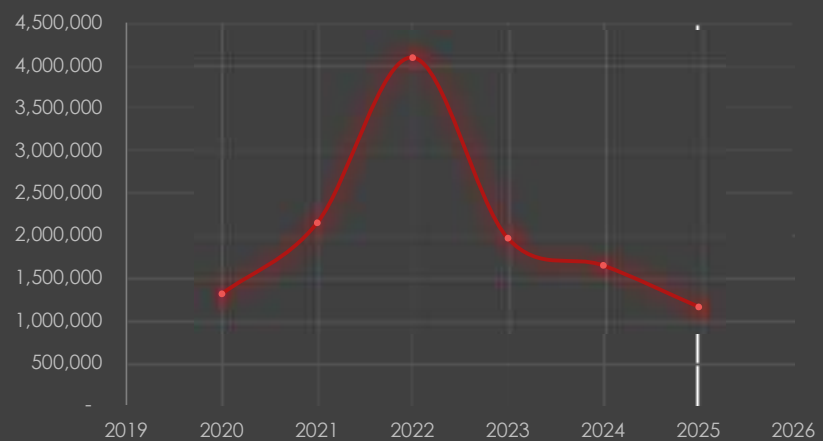


PROFITABILITY

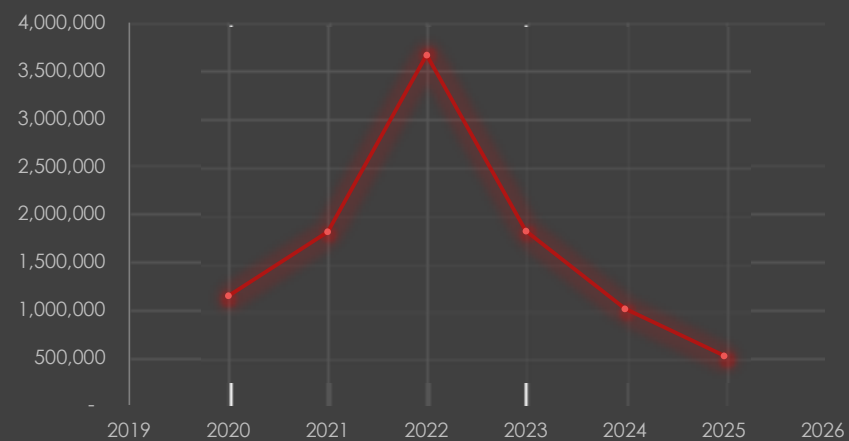
SALES COS G.P



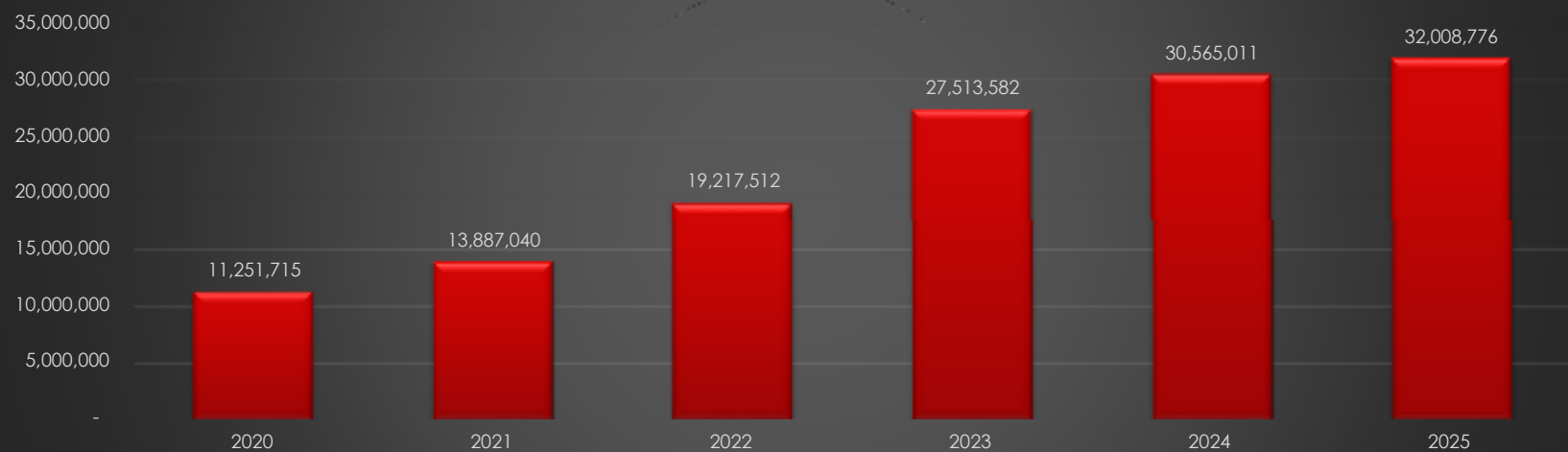
PROFIT BEFORE TAX



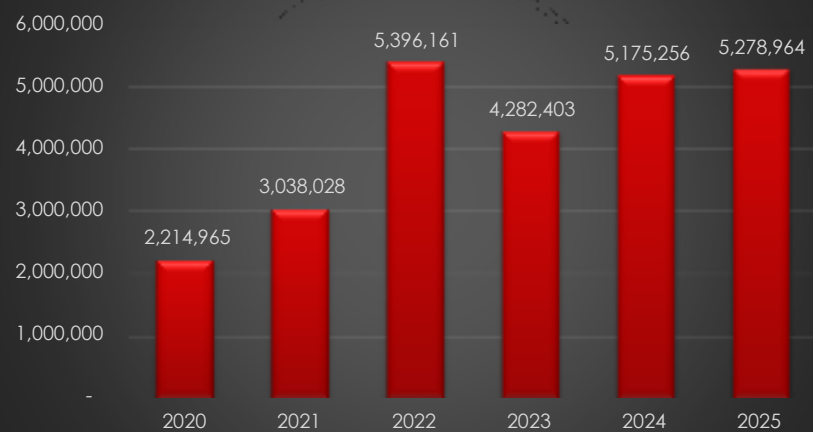
NET PROFIT



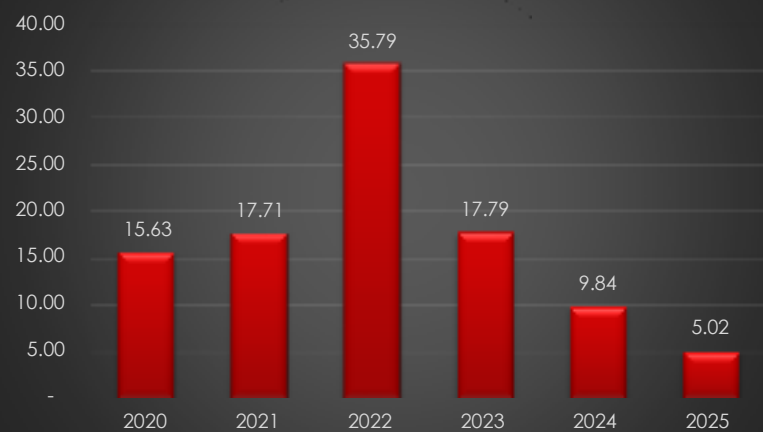
TOTAL ASSETS



WORKING CAPITAL



EPS-BASIC





Financial Results 2025 vs 2024



Statement of Profit & Loss

	June-25		June-24		Variance	
	(Rupees in thousand)					
Revenue from contracts with customers	42,837,847		41,816,395		1,021,452	
Cost of revenue	(38,189,290)	89.15%	(36,174,349)	86.51%	(2,014,941)	5.57
Gross profit	4,648,557	10.85%	5,642,046	13.49%	(993,489)	(17.61)
Distribution cost	(1,413,195)	3.30%	(1,316,123)	3.15%	(97,072)	7.38
Administrative expenses	(602,332)	1.41%	(583,482)	1.40%	(18,850)	3.23
Other operating expenses	(270,647)	0.63%	(118,464)	0.28%	(152,183)	128.46
	(2,286,174)	5.34%	(2,018,069)	4.83%	(268,105)	13.29
Other income	592,652	1.38%	424,702	1.02%	167,950	39.55
Operating profit	2,955,035	6.90%	4,048,679	9.68%	(1,093,644)	(27.01)
Finance cost	(1,799,907)	4.20%	(2,407,236)	5.76%	607,329	(25.23)
Profit before taxation & Levy	1,155,128	2.70%	1,641,443	3.93%	(486,315)	(29.63)
Levy	(369,988)	0.86%	(634,932)	1.52%	264,944	(41.73)
Profit Before Taxation	785,140	1.83%	1,006,511	2.41%	(221,371)	(21.99)
Taxation	(271,279)	0.63%	-	0.00%	(271,279)	100.00
Profit after Taxation	513,861	1.20%	1,006,511	2.41%	(492,650)	(48.95)

Equity & Liabilities

	2025	2024	Variance
	(RUPEES IN THOUSAND)		
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
200 000 000 (2024: 200 000 000) ordinary shares of Rupees 10 each	2,000,000	2,000,000	-
Issued, subscribed and paid up share capital	1,023,175	1,023,175	-
Reserves			
Capital reserves			
Merger reserve	289,636	289,636	-
Premium on issue of right shares	60,904	60,904	-
Surplus on revaluation of freehold land	631,792	597,419	34,373
	982,332	947,959	34,373
Revenue reserve - unappropriated profit	12,037,708	11,523,847	513,861
Total reserves	13,020,040	12,471,806	548,234
TOTAL EQUITY	14,043,215	13,494,981	548,234
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	3,143,263	2,741,448	401,815
Lease liabilities	23,060	37,677	(14,617)
Deferred income - Government grant	154,569	252,209	(97,640)
	3,320,892	3,031,334	289,558
CURRENT LIABILITIES			
Trade and other payables	3,771,774	2,887,196	884,578
Accrued mark-up	189,512	355,641	(166,129)
Short term borrowings	9,803,222	9,763,274	39,948
Current portion of non-current liabilities	857,704	919,687	(61,983)
Taxation and levy - net	21,708	112,149	(90,441)
Unclaimed dividend	749	749	-
	14,644,669	14,038,696	605,973
TOTAL LIABILITIES	17,965,561	17,070,030	895,531
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	32,008,776	30,565,011	1,443,765

Assets

	2025	2024	Variance
	(RUPEES IN THOUSAND)		
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	11,741,237	11,290,876	450,361
Right-of-use asset	47,282	59,102	(11,820)
Long term investment	-	-	-
Long term deposits	209,391	1,081	208,310
	11,997,910	11,351,059	646,851
CURRENT ASSETS			
Stores, spare parts and loose tools	359,154	324,899	34,255
Stock-in-trade	11,107,260	10,674,019	433,241
Trade debts	5,287,163	4,293,691	993,472
Advances	169,315	103,179	66,136
Short term deposits and prepayment	36,191	53,659	(17,468)
Other receivables	79,193	184,088	(104,895)
Sales tax refundable	1,763,176	2,940,152	(1,176,976)
Short term investments	649,302	21,609	627,693
Cash and bank balances	472,879	618,656	(145,777)
	19,923,633	19,213,952	709,681
Non-current assets classified as held for sale	87,233	-	87,233
	20,010,866	19,213,952	796,914

KEY FINANCIAL RATIOS

PARTICULARS	For the Year ended		PARTICULARS	For the Year ended	
	JUNE 2025	JUNE 2024		JUNE 2025	JUNE 2024
<u>PROFITABILITY RATIOS</u>			<u>SOLVENCY/LIQUIDITY RATIOS</u>		
Gross Profit ratio	10.85%	13.49%	Current Ratio	1.37	1.37
EBITDA To Sales	9.48%	12.33%	Current Ratio with out current portion	1.45	1.46
Operating Profit ratio	6.90%	9.68%	Interest Coverage Ratio	1.64	1.68
Net Profit ratio	1.20%	2.41%	Debt equity ratio for long term loan	0.22	0.22
Return on Equity	3.83%	7.80%	leverage ratio	0.98	1.00
Return on Capital Employed	3.10%	6.44%	Total Debt/EBITDA	3.40	2.61
			Debt service coverage ratio	1.31	1.42
			Breakup Value of Share	137.25	131.89

SEGMENT INFORMATION

	Spinning		Fabric		Elimination of Inter-segment transactions		Total - Company	
	2025	2024	2025	2024	2025	2024	2025	2024
..... (RUPEES IN THOUSAND)								
Revenue from contracts with customers								
External	18,636,715	19,405,557	24,201,132	22,410,838	-	-	42,837,847	41,816,395
Intersegment	2,047,129	2,632,063	-	-	(2,047,129)	(2,632,063)	-	-
	20,683,844	22,037,620	24,201,132	22,410,838	(2,047,129)	(2,632,063)	42,837,847	41,816,395
Cost of sales	(19,121,106)	(19,930,897)	(21,115,313)	(18,875,515)	2,047,129	2,632,063	(38,189,290)	(36,174,349)
Gross profit	1,562,738	2,106,723	3,085,819	3,535,323	-	-	4,648,557	5,642,046
Distribution cost	(82,617)	(111,318)	(1,330,578)	(1,204,805)	-	-	(1,413,195)	(1,316,123)
Administrative expenses	(399,464)	(401,679)	(202,868)	(181,803)	-	-	(602,332)	(583,482)
	(482,081)	(512,997)	(1,533,446)	(1,386,608)	-	-	(2,015,527)	(1,899,605)
Profit before taxation and unallocated income and expenses	<u>1,080,657</u>	<u>1,593,726</u>	<u>1,552,373</u>	<u>2,148,715</u>	<u>-</u>	<u>-</u>	<u>2,633,030</u>	<u>3,742,441</u>
Unallocated income and expenses:								
Other expenses							(270,647)	(118,464)
Other income							592,652	424,702
Finance cost							(1,799,907)	(2,407,236)
Levy							(369,988)	(634,932)
Taxation							(271,279)	-
Profit after taxation							<u>513,861</u>	<u>1,006,511</u>

SEGMENT INFORMATION

Reconciliation of reportable segment assets and liabilities:

	Spinning		Fabric		Total - Company	
	2025	2024	2025	2024	2025	2024
(RUPEES IN THOUSAND)						
Total assets for reportable segments	<u>20,359,766</u>	<u>18,944,944</u>	<u>9,864,126</u>	<u>8,679,915</u>	30,223,892	27,512,710
Sales tax refundable					1,763,176	2,940,152
Advance income tax and levy - net					21,708	112,149
Total assets as per statement of financial position					<u>32,008,776</u>	<u>30,565,011</u>
Total liabilities for reportable segments	<u>10,926,468</u>	<u>11,277,108</u>	<u>6,741,763</u>	<u>5,410,471</u>	17,668,231	16,687,579
Unallocated liabilities					297,330	382,451
Total liabilities as per statement of financial position					<u>17,965,561</u>	<u>17,070,030</u>

All segment liabilities are allocated to reportable segments other than corporate and tax liabilities.

The Company's revenue from external customers in respect of products is detailed below:

Yarn	17,868,949	18,518,328	47,172	422,586	17,916,121	18,940,914
Fabric	-	-	4,901,082	5,266,859	4,901,082	5,266,859
Made ups	-	-	18,942,919	16,490,750	18,942,919	16,490,750
Processing income	-	-	181,996	124,206	181,996	124,206
Waste	767,766	887,229	127,963	106,437	895,729	993,666
	<u>18,636,715</u>	<u>19,405,557</u>	<u>24,201,132</u>	<u>22,410,838</u>	<u>42,837,847</u>	<u>41,816,395</u>

Future Outlook



Future Outlook

The management of J.K. Spinning Mills remains dedicated to enhancing sustainability, competitiveness, and community engagement. We are committed to expanding renewable energy projects, continuing investments in automation and modernization, and strengthening our initiatives in education, health, and women empowerment.

At the same time, we recognize that Pakistan's economy is likely to remain under pressure due to Pak-Afghan war and the devastating impact of the recent floods, which have severely affected agriculture and disrupted supply chains.



Pakistan economy has been globally acknowledged for achieving macroeconomic stabilization in current financial year. Our focus on improving the financial position / performance of our company which is a baseline for providing direction and driving the macroeconomic factors.

Further Company is adding one automated flat sheet cross hemming unit to optimize the process for automatic movement of fabric to stitch the flat sheet and one automatic pillowcase side-closing unit, totaling to Rs. 161 million.



A top-down view of a desk setup. In the center is a spiral-bound notebook with a white cover. The words "THANK YOU!" are printed on the notebook in a large, bold, sans-serif font. "THANK" is in black, and "YOU!" is in black with a red exclamation mark. To the top left of the notebook are a pair of gold-rimmed glasses. To the right is a silver and black ballpoint pen. To the bottom left is a small potted succulent with green leaves. To the bottom right is a magnifying glass with a black handle. The entire scene is set on a light-colored wooden surface with a vertical grain.

**THANK
YOU!**