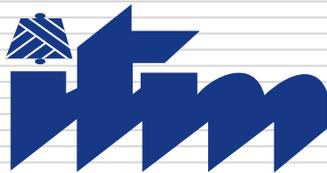


IDREES

TEXTILE MILLS LIMITED

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





COMPANY INFORMATION

| | | |
|--|---|----------------------------|
| BOARD OF DIRECTORS | Mr. Rizwan Idrees Allawala | - Chairman |
| | Mr. S. M. Mansoor Allawala | - Executive Director / CEO |
| | Mr. Omair Idrees Allawala | - Executive Director |
| | Ms. Aamnah Mansoor | - Non - Executive Director |
| | Mr. Muhammad Beyaz Aftab | - Non - Executive Director |
| | Syed Masud Arif | - Independent Director |
| | Ms. Azra Yaqub Vawda | - Independent - Director |
| AUDIT COMMITTEE | Ms. Azra Yaqub Vawda | - Chairperson |
| | Syed Masud Arif | - Member |
| | Ms. Aamnah Mansoor | - Member |
| | Syed Shahid Sultan | - Secretary |
| HUMAN RESOURCE & REMUNERATION COMMITTEE | Syed Masud Arif | - Chairman |
| | Ms. Aamnah Mansoor | - Member |
| | Ms. Azra Yaqub Vawda | - Member |
| COMPANY SECRETARY | Syed Shahid Sultan | |
| CHIEF FINANCIAL OFFICER | Mr. Muhammad Jawaid | |
| AUDITORS | M/s. BDO Ebrahim & Co. Chartered Accountants | |
| BANKERS | National Bank of Pakistan Bank Alfalah Limited Habib Metropolitan Bank Ltd. Meezan Bank Ltd. Bank of Punjab Ltd. BankIslami Pakistan Ltd. Askari Bank Limited Dubai Islamic Bank Pakistan Ltd. Samba Bank Limited Bank Al-Habib Ltd. United Bank Ltd. | |
| REGISTERED OFFICE | 6-C, Ismail Centre, 1st Floor, Central Commercial Area, Bahadurabad, Karachi - 74800. | |
| MILLS | Kot Shah Mohammad, Tehsil Nankana, District Nankana, Punjab. www.idreestextile.com | |
| SHARES REGISTRAR | M/S. JWAFFS Registrar Services (Pvt) Ltd. Office No. 20, 5th Floor, Arkay Square Extension New Chali, Shahrah-e-Liaquat, Karachi, | |

The directors are pleased to present their review along with the unaudited condensed interim financial statements of your Company for the first quarter ended September 30, 2025.

The principal activity of the Company is manufacturing, processing and sale of all kinds of yarn and home textile. During the period under review, there has not been any material change in the Company's business activities.

FINANCIAL AND OPERATIONAL PERFORMANCE

During the period under review, the Company's turnover amounted to Rs. 935 million compared to Rs. 1,244 million in the same period of last year (SPLY). Gross profit amounted to Rs. 113 million compared to Rs. 34 million in SPLY. Finance cost amounted to Rs. 92 million (SPLY: Rs. 149 million), exhibiting reduction of Rs. 57 million compared to SPLY. Loss for the period amounted to Rs. 13.9 million (SPLY: Rs. 163.2 million). Loss per share worked out to Re. 0.70 (SPLY: Rs. 8.22).

Despite unfavourable economic and business conditions, your company has been able to achieve better results as compared to SPLY. The gross margin for the quarter under review has also improved. Finance cost declined by 38 percent, compared to SPLY, due to reduction in Policy Rate by the State Bank of Pakistan. High cost of energy and other inputs increase the production cost which severely impacts the industry when it comes to competing with the regional countries. This situation warrants urgent attention by the Government in order to reduce financial strain and ensure sustainability of the spinning sector. Stability in the policy framework is crucial for the textile industry's viability. There is an urgent need for meaningful structural reforms to boost the industry's competitiveness and attracting direct investment in this sizable sector of our economic landscape.

FUTURE OUTLOOK

Textile sector's dynamics continue to remain challenging due to volatility in the price of raw material both in domestic and international market. Your Company's management is working with utmost dedication to optimize operational efficiency, minimize production cost and procure raw material from diverse global and domestic suppliers at affordable price to achieve better financial results thereby safeguarding and increasing shareholder value.

From the Government's side, structural reforms in taxation and energy tariff are urgently required to restore the textile sector's viability. The government must formulate business-friendly policies and facilitate the textile industry in achieving sizable growth in exports. Improvement in domestic cotton yield and quality, sales tax zero rating and notifying regionally competitive energy tariff are the key issues that need to be addressed immediately.

The Company remains committed to drive growth and ensure long term value while remaining cognizant of the regional and global conflicts and uncertainty surrounding the evolving US-China relations and trade tariffs.

ACKNOWLEDGEMENT

We would like to express our gratitude for the trust and support of all the stakeholders including bankers, shareholders, suppliers and customers while we also sincerely appreciate the valuable services that have been rendered by the employees.

For and on behalf of the Board



Rizwan Idrees Allawala
Chairman



S.M. Mansoor Allawala
Chief Executive

Karachi. November 27, 2025

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2025**



| | (Unaudited) September 30, 2025 | (Audited) June 30, 2025 |
|---|-----------------------------------|----------------------------|
| | ----- Rupees ----- | |
| NON - CURRENT ASSETS | | |
| Property, plant and Equipment | 4 3,254,441,400 | 3,287,274,092 |
| Long-term deposits | 4,313,631 | 3,713,631 |
| | 3,258,755,031 | 3,290,987,723 |
| CURRENT ASSETS | | |
| Stores, spares and loose tools | 41,432,592 | 39,168,127 |
| Stock-in-trade | 5 2,104,025,160 | 1,983,572,957 |
| Trade debts | 1,790,421,817 | 1,678,572,119 |
| Loans and advances | 28,250,193 | 62,240,220 |
| Deposits and short term prepayments | 59,919,672 | 48,642,455 |
| Other receivables | 282,455,822 | 254,910,547 |
| Other Financial Assets | 6 148,099,670 | 148,099,670 |
| Cash and bank balances | 213,160,542 | 88,970,607 |
| Advance Tax | 45,348,713 | 39,368,372 |
| | 4,713,114,181 | 4,343,545,074 |
| | 7,971,869,212 | 7,634,532,797 |
| SHARE CAPITAL AND RESERVES | | |
| Issued, subscribed, and paid-up capital | 198,528,000 | 198,528,000 |
| Capital reserves | | |
| Equity portion of loan from related parties | 164,408,050 | 164,408,050 |
| Surplus on revaluation of Property, Plant & Equipments - net of tax | 847,625,402 | 847,625,402 |
| Revenue reserves | 926,451,472 | 940,328,105 |
| Total Equity | 2,137,012,924 | 2,150,889,557 |
| NON-CURRENT LIABILITIES | | |
| Long-term finance | 540,214,704 | 571,964,487 |
| Deferred Government Grant | 44,654,679 | 49,646,844 |
| Deferred liabilities | 226,451,143 | 217,364,786 |
| | 811,320,525 | 838,976,117 |
| CURRENT LIABILITIES | | |
| Trade and other payables | 2,440,076,331 | 2,125,570,240 |
| Interest / mark-up accrued | 77,271,039 | 74,936,843 |
| Short term borrowings | 2,141,049,095 | 2,062,819,156 |
| Current portion of long term loan | 326,204,979 | 340,967,951 |
| deferred government grant | 22,298,968 | 23,752,731 |
| Unclaimed Dividend | 2,754,216 | 2,739,068 |
| Provision for taxation | 13,881,133 | 13,881,134 |
| | 5,023,535,762 | 4,644,667,123 |
| CONTINGENCIES AND COMMITMENTS | | |
| | 7 | |
| | 7,971,869,212 | 7,634,532,797 |

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

Chief Executive

Chief Financial Officer

Director

| | | <i>Three Months Ended</i> | |
|---|----|---------------------------|---------------------------|
| | | <u>September 30, 2025</u> | <u>September 30, 2024</u> |
| | | <i>..... Rupees</i> | |
| Revenue from contract with customer - net | | 934,655,786 | 1,244,398,745 |
| Cost of goods sold | 8 | <u>(821,419,495)</u> | <u>(1,210,537,986)</u> |
| Gross profit | | 113,236,291 | 33,860,759 |
| Distribution cost | | 4,504,440 | 11,024,879 |
| Administrative expenses | | 24,903,950 | 26,764,094 |
| Other operating expenses | 9 | 50,205 | 1,748,123 |
| Finance cost | | 91,910,825 | 149,428,032 |
| | | <u>121,369,420</u> | <u>188,965,127</u> |
| Other income | 10 | <u>5,799,412</u> | <u>6,065,872</u> |
| Profit/ (loss) before taxation, final tax & minimum tax | | (2,333,717) | (149,038,496) |
| Levy: | | | |
| Final tax levy | | (560,501) | (3,467,812) |
| Minimum tax differential | | (10,982,415) | (10,678,088) |
| | | <u>(11,542,916)</u> | <u>(14,145,900)</u> |
| Profit/ (loss) before taxation | | (13,876,633) | (163,184,396) |
| Taxation | | - | - |
| Profit / (loss) for the period | | <u>(13,876,633)</u> | <u>(163,184,396)</u> |
| Earnings per share - basic and diluted | | <u>(0.70)</u> | <u>(8.22)</u> |

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


Chief Executive


Chief Financial Officer


Director



| | <i>Three Months Ended</i> | |
|--|---------------------------|---------------------------|
| | <i>September 30, 2025</i> | <i>September 30, 2024</i> |
| | <i>..... Rupees</i> | |
| Profit / (loss) for the period | (13,876,633) | (163,184,396) |
| Other Comprehensive Income / (loss) | - | - |
| Total Comprehensive Income/(loss) for the period | <u>(13,876,633)</u> | <u>(163,184,396)</u> |

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

Chief Executive

Chief Financial Officer

Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025



Three Months Ended

| | September 30, 2025 | September 30, 2024 |
|--|----------------------|----------------------|
| | Rupees | |
| A. CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | (13,876,633) | (163,184,396) |
| Adjustments for : | | |
| Depreciation on property, plant and equipment | 32,102,233 | 31,893,958 |
| Provision for staff retirement gratuity | 9,227,856 | 7,175,700 |
| Final tax levy | 560,501 | 3,467,812 |
| Minimum tax differential | 10,982,415 | 10,678,088 |
| Finance cost | 91,910,825 | 149,428,032 |
| Gain on disposal of property, plant & equipment | (2,028,855) | - |
| Operating cashflow before movement of working capital | <u>128,878,342</u> | <u>39,459,194</u> |
| Changes in working capital | | |
| (Increase) / decrease in current assets | | |
| Stores, spares and loose tools | (2,264,465) | 5,177,675 |
| Stock-in-trade | (120,452,203) | 102,724,931 |
| Trade debts | (111,849,698) | (113,082,886) |
| Loans and advances | 33,990,027 | 48,748,664 |
| Deposits and short term prepayments | (11,277,217) | 20,048,246 |
| Other receivables | (27,545,275) | (13,830,790) |
| Increase / (decrease) in current liabilities | | |
| Trade and other payable | 314,506,091 | 268,185,468 |
| Cash generated from operations | <u>203,985,602</u> | <u>357,430,502</u> |
| Finance cost paid | (83,093,851) | (147,469,640) |
| Gratuity paid | (141,500) | (1,296,100) |
| Income tax paid | (17,523,257) | (8,632,201) |
| Long term deposits decrease/(increased) | (600,000) | 379,550 |
| Net cash used in operating activities | <u>102,626,994</u> | <u>200,412,111</u> |
| B. CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (640,688) | (12,184,396) |
| Proceeds from disposal of property, plant & equipment | 3,400,002 | - |
| Purchase of term deposit receipt - net | 0 | 52,356,000 |
| Profit on deposits received | - | - |
| Net cash used in investing activities | <u>2,759,314</u> | <u>40,171,604</u> |
| C. CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Obtained /(Paid) of long term finance Banking Companies | (61,641,464) | 12,416,609 |
| Obtained /(Paid) of long term finance Related parties | 2,200,000 | 96,000,000 |
| Short term Borrowings obtained/(paid) - net | (406,005,712) | (225,647,393) |
| Dividend paid | 15,148 | - |
| Net cash from financing activities | <u>(465,432,028)</u> | <u>(117,230,785)</u> |
| Net increase/(decrease) in cash and cash equivalents (A+B+C) | (360,045,719) | 123,352,930 |
| Cash and cash equivalents at beginning of the period | (484,863,644) | (600,675,546) |
| Cash and cash equivalents at end of the period | <u>(844,909,364)</u> | <u>(477,322,616)</u> |
| Cash and cash equivalents | | |
| Cash and bank balances | 213,160,542 | 115,081,862 |
| Running finance | (1,058,069,905) | (592,404,478) |
| | <u>(844,909,364)</u> | <u>(477,322,616)</u> |

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

Chief Executive

Chief Financial Officer

Director

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



| | <i>Issued, subscribed and paid up capital</i> | <i>Surplus on revaluation of property, plant and equipment net of tax</i> | <i>Equity portion of loan from related parties</i> | <i>Unappropriated profit</i> | <i>Total</i> |
|---|---|---|--|----------------------------------|---------------|
| | Rupees | | | | |
| Balance at June 30, 2024 | 198,528,000 | 919,580,955 | 104,674,764 | 1,280,923,111 | 2,503,706,830 |
| Transaction with shareholders | | | | | - |
| Changes in terms of loan | | | - | - | - |
| Comprehensive Income | | | | | |
| (Loss) for the period ended September 30, 2024 | - | - | - | (163,184,396) | (163,184,396) |
| Other comprehensive income - net of tax | - | - | - | - | - |
| | - | - | - | (163,184,396) | (163,184,396) |
| Balance at September 30, 2024 | 198,528,000 | 919,580,955 | 104,674,764 | 1,117,738,715 | 2,340,522,434 |
| Transfer to / from surplus on revaluation of property, plant and equipment on account of | | | | | |
| - incremental depreciation charged thereon - net of tax | | (54,772,752) | | 54,772,752 | - |
| - disposals - net of tax | | (309,114) | | 309,114 | - |
| | | | - | - | - |
| Transaction with related parties | | | | | |
| Fair value effect of interest free loan | | | 59,733,286 | | 59,733,286 |
| Comprehensive Income | | | | | |
| (Loss) for the period ended June 30, 2025 | - | - | - | (231,580,898) | (231,580,898) |
| Other comprehensive income /(Loss) - net of tax | - | (16,873,687) | - | (911,578) | (17,785,265) |
| | - | (16,873,687) | - | (232,492,476) | (249,366,163) |
| Balance at June 30, 2025 | 198,528,000 | 847,625,402 | 164,408,050 | 940,328,105 | 2,150,889,557 |
| Transaction with shareholders | | | | | |
| Unamortized portion of interest free loan | | | | | |
| Amortized portion of interest free loan due to change in terms of loan | | | | | |
| Comprehensive Income | | | | | |
| (Loss) for the period ended September 30, 2024 | - | - | - | (13,876,633) | (13,876,633) |
| Other comprehensive income - net of tax | - | - | - | - | - |
| | - | - | - | (13,876,633) | (13,876,633) |
| Balance as at September 30, 2025 | 198,528,000 | 847,625,402 | 164,408,050 | 926,451,472 | 2,137,012,924 |

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


Chief Executive


Chief Financial Officer


Director



- 1 The Company was incorporated in Pakistan on June 05, 1990 as an unquoted public limited company and was listed on Pakistan Stock Exchange Limited on April 28, 1992. The registered office of the company is situated at 6-C, Ismail Center, Central Commercial Area Bahadurabad, Karachi whereas the manufacturing facility of the company is located at Kot Shah Mohammad, Tehsil Nankana, district Nankana, Punjab. The principal activity of the Company is manufacture and sale of yarn and home textile.

ORA Home LLC, a wholly owned subsidiary of the Company, is located in New Jersey, USA, and engaged in trading of Home Textile.

- 2 These financial statements are unaudited and are being submitted to the shareholders as required under the Companies Act, 2017 and have been prepared in accordance with the requirements of the International Financial Reporting Standards as applicable in Pakistan.

These are separate financial statements of the Company in which investment in subsidiary is stated at cost less impairment losses, if any.

- 3 The accounting convention, policies and methods of computation followed in the preparation of these interim financial statements are the same as those of the published annual financial statements for the year ended June 30, 2025.

| | | (Unaudited) September 30, 2025 | (Audited) June 30, 2025 |
|---|-----|--------------------------------------|-------------------------------|
| 4 NON-CURRENT ASSETS | | | |
| Property, plant and Equipment | | | |
| Operating Assets | 4.1 | 3,242,801,366 | 3,275,634,058 |
| Capital Spares | | 9,442,072 | 9,442,072 |
| Capital Work in progress | 4.2 | 2,197,962 | 2,197,962 |
| | | <u>3,254,441,400</u> | <u>3,287,274,092</u> |
| 4.1 Operating Assets | | | |
| Net Book value at the beginning of the period/ year | | 3,275,634,058 | 3,365,139,668 |
| Addition during the period/ year | | | |
| Owned Assets | | | |
| Factory Building | | - | - |
| Plant & Machinery | | 640,688 | 7,154,208 |
| Solar Panel | | | 27,038,226 |
| Office Equipment | | | 80,000 |
| Furniture & Fixture | | | - |
| Vehicles | | - | 11,194,700 |
| | | 640,688 | 45,467,134 |
| Revaluation Adjustment | | | - |
| Net book value of assets disposed during the period/ year | | (1,371,147) | (3,044,248) |
| Depreciation for the period/ year | | (32,102,233) | (131,928,496) |
| | | <u>3,242,801,366</u> | <u>3,275,634,058</u> |
| 4.2 Capital Work in progress | | | |
| Opening Balance | | 2,197,962 | 2,160,537 |
| Addition during the period/ year | | | |
| Building | | - | 37,425 |
| Machinery | | - | - |
| Vehicles | | - | - |
| Less: Capitalized | | - | - |
| Closing Balance | | <u>2,197,962</u> | <u>2,197,962</u> |



5. STOCK IN TRADE

| | | | |
|--------------------------------|---|----------------------|----------------------|
| Raw Material - in hand | | | |
| Cotton | - | 1,402,885,517 | 1,006,322,600 |
| Yarn | | 7,508,624 | 1,108,624 |
| - in transit | | 1,770,509 | 406,420,584 |
| Work in process | | | |
| Yarn | - | 93,036,810 | 111,511,263 |
| Work in process - Home textile | | 135,878,496 | 91,383,644 |
| Finished Goods | | 456,513,747 | 353,228,959 |
| Waste | | 6,431,458 | 13,597,283 |
| | | <u>2,104,025,160</u> | <u>1,983,572,957</u> |

6. OTHER FINANCIAL ASSETS

These represent term deposit receipts placed with various banks for a period ranging from six months to one year carrying mark-up at the rates ranging from 6.93% to 20.5% (2024: 5.75% to 21.50%) per annum. The banks have lien on these term deposit receipts on account of guarantees provided by such banks as disclosed in note 24.1.1 to the unconsolidated financial statements.

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no material change in Contingent liabilities as disclosed in annual financial statements of June 30, 2024

7.2 Commitments

Letters of credit for import of spare parts, machinery & raw material

| | | |
|--|-------------|-----------|
| | (Unaudited) | (Audited) |
| | September | June |
| | 30, 2025 | 30, 2025 |

8. COST OF GOODS SOLD

| | | |
|----------------------------------|----------------------|----------------------|
| | <u>185,309,226</u> | <u>230,089,441</u> |
| | September 30, | September 30, |
| | 2025 | 2025 |
| Raw material consumed | 509,180,884 | 582,321,315 |
| Salaries, wages and benefits | 84,116,019 | 55,132,886 |
| Fuel and power | 234,521,489 | 209,897,152 |
| Stores and spares | 13,991,296 | 16,180,579 |
| Packing Material | 13,902,544 | 12,245,065 |
| Depreciation | 30,743,916 | 30,338,282 |
| Insurance | 3,000,000 | 3,000,000 |
| Repairs and maintenance | 1,111,397 | 379,254 |
| Other manufacturing overheads | 2,870,940 | 2,085,522 |
| | <u>893,438,485</u> | <u>911,580,055</u> |
| Work-in-process | | |
| Opening stock | 111,511,263 | 91,441,947 |
| Closing stock | (93,036,810) | (106,234,547) |
| | <u>18,474,453</u> | <u>(14,792,600)</u> |
| Cost of goods manufactured | 911,912,938 | 896,787,455 |
| Finished goods | | |
| Opening stock | - | 252,289,028 |
| Yarn purchased | - | 19,000,000 |
| Yarn Transferred to Home Textile | (17,664,000) | (5,801,000) |
| Closing stock | (462,945,205) | (360,242,355) |
| | <u>(480,609,205)</u> | <u>(94,754,327)</u> |
| Cost of Home Textile | - | 552,384 |
| Cost of raw material sold | 23,289,520 | 407,952,474 |
| | <u>454,593,253</u> | <u>1,210,537,986</u> |

9. OTHER OPERATING EXPENSES

| | | |
|---------------------|---------------|------------------|
| Infrastructure cess | - | - |
| Exchange (loss)-net | 50,205 | 1,748,123 |
| | <u>50,205</u> | <u>1,748,123</u> |

10. OTHER INCOME

| | | |
|---|------------------|------------------|
| Profit on deposits | 2,718,147 | 6,038,823 |
| Exchange gain-net | - | - |
| Export Rebate | 996,673 | - |
| Realized Gain on other financial assets | - | - |
| Gain on disposal of property, plant and equipment | 2,028,855 | - |
| Sale of scrap | 55,737 | 27,049 |
| Other Revenue | - | - |
| | <u>5,799,412</u> | <u>6,065,872</u> |

11. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, key management personnel. Significant transactions with related parties during the period are as follows:

| Relationship with Company | Nature of Transactions | (Unaudited) | (Unaudited) |
|-------------------------------|------------------------|--|--|
| | | Three Months ended September 30, 2024 Rupees | Three Months ended September 30, 2024 Rupees |
| Provident Fund of the Company | Contribution paid | 585,361 | 621,456 |
| Key Management personnel | | | |
| Chief Executive | | 1,200,000 | 1,200,000 |
| Directors | | 1,050,000 | 1,050,000 |
| Executives | | 4,538,672 | 5,217,405 |
| Subsidiary - 100% holding | Sales | 9,243,739 | 18,122,617 |
| | Amount received | 37,689,627 | 7,160,000 |

12. DATE OF AUTHORIZATION FOR ISSUE

The financial statements were authorized for issue on November, 27, 2025 by the Board of Directors of the Company.

13. GENERAL

Figures have been re-arranged wherever it was necessary for the purpose of comparison and rounded off nearest to rupee.



Chief Executive



Chief Financial Officer



Director

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)



| | (Unaudited) September 30, 2025 | (Audited) June 30, 2025 |
|--|-----------------------------------|----------------------------|
| | ----- Rupees ----- | |
| NON - CURRENT ASSETS | | |
| Property, plant and Equipment | 4 3,254,441,400 | 3,287,274,093 |
| Long-term deposits | 4,313,631 | 3,713,631 |
| | 3,258,755,031 | 3,290,987,724 |
| CURRENT ASSETS | | |
| Stores, spares and loose tools | 41,432,592 | 39,168,127 |
| Stock-in-trade | 5 2,104,025,160 | 1,983,572,957 |
| Trade debts | 1,785,640,567 | 1,669,653,228 |
| Loans and advances | 28,250,193 | 62,240,220 |
| Deposits and short term prepayments | 59,919,672 | 48,642,455 |
| Other receivables | 282,455,822 | 254,910,547 |
| Other Financial Assets | 6 148,099,670 | 148,099,670 |
| Cash and bank balances | 228,971,323 | 112,174,039 |
| Advance tax | 45,348,713 | 393,683,714.9 |
| | 4,724,143,712 | 4,357,829,614 |
| | 7,982,898,743 | 7,648,817,338 |
| SHARE CAPITAL AND RESERVES | | |
| Issued, subscribed, and paid-up capital | 198,528,000 | 198,528,000 |
| Capital reserves | | |
| Equity portion of loan from related parties | 164,408,050 | 164,408,050 |
| Surplus on revaluation of Property, Plant & Equipments | 847,625,402 | 847,625,402 |
| Revenue reserves | | |
| Exchange translation reserve | (8,114,426) | (8,196,792) |
| Un-appropriated profit | 920,898,180 | 938,586,461 |
| Total Equity | 2,123,345,206 | 2,140,951,120 |
| NON-CURRENT LIABILITIES | | |
| Long-term finance | 540,214,704 | 571,964,487 |
| Deferred Government Grant | 44,654,679 | 49,646,844 |
| Deferred taxation - net | 128,891,443 | 128,891,442 |
| Retirement benefit obligation | 97,559,700 | 88,473,344 |
| | 811,320,526 | 838,976,117 |
| CURRENT LIABILITIES | | |
| Trade and other payables | 2,464,773,580 | 2,149,793,219 |
| Interest / mark-up accrued | 77,271,039 | 74,936,843 |
| Short term borrowings | 2,141,049,095 | 2,062,819,156 |
| Current portion of | | |
| long term loan | 326,204,979 | 340,967,951 |
| deferred government grant | 22,298,968 | 23,752,731 |
| Unclaimed Dividend | 2,754,216 | 2,739,068 |
| Provision for taxation | 13,881,133 | 13,881,133 |
| | 5,048,233,011 | 4,668,890,101 |
| CONTINGENCIES AND COMMITMENTS | | |
| | 7 | |
| | 7,982,898,743 | 7,648,817,338 |

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


CHAIRMAN / DIRECTOR


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER

| | | <i>Three Months Ended</i> | |
|---|----|---------------------------|---------------------------|
| | | <i>September 30, 2025</i> | <i>September 30, 2024</i> |
| | | <i>Consolidated</i> | <i>Consolidated</i> |
| | | <i>..... Rupees</i> | |
| Revenue from contract with customer - net | | 925,412,047 | 1,235,155,006 |
| Cost of goods sold | 8 | (812,175,756) | (1,201,294,247) |
| Gross profit | | 113,236,291 | 33,860,759 |
| Distribution cost | | 5,123,190 | 11,024,879 |
| Administrative expenses | | 27,901,772 | 27,597,025 |
| Other operating expenses | 9 | 228,406 | 1,949,957 |
| Finance cost | | 91,927,700 | 149,455,787 |
| | | 125,181,067 | 190,027,647 |
| Other income | 10 | 5,799,412 | 6,065,872 |
| Profit before taxation | | (6,145,364) | (150,101,016) |
| Foreign operations - currency translation difference | | 82,366 | 48,261 |
| Profit/ (loss) before taxation, final tax & minimum tax Levy: | | (6,062,998) | (150,052,755) |
| Final tax levy | | (560,501) | (3,467,812) |
| Minimum tax differential | | (10,982,415) | (10,678,088) |
| | | (11,542,916) | (14,145,900) |
| Profit/ (loss) before taxation | | (17,605,914) | (164,198,655) |
| Taxation | | - | (20,955) |
| Profit for the year | | (17,605,914) | (164,219,610) |
| Earnings per share basic & diluted | | (0.89) | (8.27) |

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



CHAIRMAN / DIRECTOR



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



| | <i>Three Months Ended</i> | |
|--|---------------------------|---------------------------|
| | <i>September 30, 2025</i> | <i>September 30, 2024</i> |
| | <i>..... Rupees</i> | |
| Profit / (loss) for the period | (17,605,914) | (164,219,610) |
| Other Comprhensive Inome / (loss) | - | - |
| Total Comprehensive Income/(loss) for the period | <u>(17,605,914)</u> | <u>(164,219,610)</u> |

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

CHAIRMAN / DIRECTOR

CHIEF EXECUTIVE

CHIEF FINANCIAL OFFICER

| | <i>Three Months Ended</i> | |
|---|---------------------------|----------------------|
| | September 30, 2025 | September 30, 2024 |
| | <i>Consolidated</i> | <i>Consolidated</i> |
| | <i>..... Rupees</i> | |
| A. CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | (17,605,914) | (164,198,655) |
| Adjustments for : | | |
| Depreciation on property, plant and equipment | 32,102,233 | 31,893,958 |
| Provision for staff retirement gratuity | 9,227,856 | 7,175,700 |
| Final tax levy | 560,501 | 3,467,812 |
| Minimum tax differential | 10,982,415 | 10,678,088 |
| Finance cost | 91,927,700 | 149,958,239 |
| Profit on deposits | - | - |
| Realized Gain on other financial assets | (2,028,855) | - |
| Operating cashflow before movement of working capital | <u>125,165,936</u> | <u>38,975,142</u> |
| Changes in working capital | | |
| (Increase) / decrease in current assets | | |
| Stores, spares and loose tools | (2,264,465) | 5,177,675 |
| Stock-in-trade | (120,452,203) | 102,724,931 |
| Trade debts | (115,987,339) | (107,090,728) |
| Loans and advances | 33,990,027 | 48,748,664 |
| Deposits and short term prepayments | (11,277,217) | 20,048,246 |
| Other receivables | (27,545,275) | (13,830,790) |
| Increase / (decrease) in current liabilities | | |
| Trade and other payable | 314,808,401 | 259,086,478 |
| Cash from / (used in) operations | <u>196,437,864</u> | <u>353,839,618</u> |
| Finance cost paid | (83,070,874) | (147,497,395) |
| Gratuity paid | (141,500) | (1,296,100) |
| Income tax paid | (17,523,257) | (8,632,201) |
| Long term deposits (increased) / decreased | <u>(600,000)</u> | <u>379,550</u> |
| Net cash from / (used in) operating activities | <u>95,102,233</u> | <u>196,793,473</u> |
| B. CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (640,688) | (12,184,397) |
| Proceeds from disposal of property, plant and equipment | 3,400,002 | - |
| Purchase of term deposit receipt - net | - | 52,356,000 |
| Sale of shares | - | - |
| Profit on deposits received | - | - |
| Net cash used in investing activities | <u>2,759,314</u> | <u>40,171,603</u> |
| C. CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Obtained / (Paid) of long term finance | (59,441,461) | 108,416,608 |
| Short term borrowings obtained - net | (406,005,712) | (226,286,368) |
| Dividend paid | 15,148 | (0) |
| Net cash from financing activities | <u>(465,432,025)</u> | <u>(117,869,760)</u> |
| Net decrease in cash and cash equivalents (A+B+C) | (367,570,478) | 119,095,316 |
| Cash and cash equivalents at beginning of the period | (461,660,212) | (593,368,902) |
| Effects of exchange rate changes in cash and cash equivalents | 132,108 | 22,333 |
| Cash and cash equivalents at end of the period | <u>(829,098,582)</u> | <u>(474,251,253)</u> |
| Cash and cash equivalents | | |
| Cash and bank balances | 228,971,323 | 118,153,225 |
| Running finance | (1,058,069,905) | (592,404,478) |
| | <u>(829,098,582)</u> | <u>(474,251,253)</u> |

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



CHAIRMAN / DIRECTOR



CHIEF EXECUTIVE



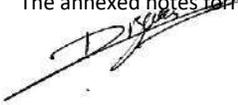
CHIEF FINANCIAL OFFICER

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2024



| | <i>Issued, subscribed and paid up capital</i> | <i>Surplus on revaluation of property, plant and equipment net of tax</i> | <i>Equity portion of loan from related parties</i> | <i>Unappropriated profit</i> | <i>Exchange translation reserve</i> | <i>Total</i> |
|--|---|---|--|----------------------------------|---|---------------|
| | Rupees | | | | | |
| Balance at June 30, 2024 | 198,528,000 | 919,580,955 | 104,674,764 | 1,271,889,720 | (7,944,267) | 2,486,729,172 |
| Transaction with related parties | | | | | | - |
| Fair value effect of interest free loan | | | - | - | | - |
| Comprehensive Income | | | | | | |
| (Loss) for the period ended September 30, 2024 | - | - | - | (164,267,871) | - | (164,267,871) |
| Exchange Translation reserve | - | - | - | - | 48,261 | 48,261 |
| Balance at September 30, 2023 | 198,528,000 | 919,580,955 | 104,674,764 | 1,107,621,849 | (7,896,006) | 2,322,509,562 |
| Transfer to / from surplus on revaluation of property, plant and equipment on account of | | | | | | |
| - incremental depreciation charged thereon - net of tax | | (54,772,752) | | 54,772,752 | | - |
| - disposals - net of tax | | (309,114) | | 309,114 | | - |
| Transaction with related parties | | | | | | |
| Fair value effect of interest free loan | | | - | - | - | - |
| Fair value effect of interest free loan provided by related parties | | | 59,733,286 | | | 59,733,286 |
| Comprehensive Income | | | | | | |
| (Loss) for the period ended June 30, 2025 | - | - | - | (223,205,677) | - | (223,205,677) |
| Other comprehensive income - net of tax | - | (16,873,687) | - | (911,578) | - | (17,785,265) |
| Exchange Translation reserve | - | - | - | - | (300,786) | (300,786) |
| Balance at June 30, 2025 | 198,528,000 | 847,625,402 | 164,408,050 | 938,586,461 | (8,196,792) | 2,140,951,120 |
| Transaction with share holders | | | | | | |
| Transfer from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax | - | - | | | | - |
| Transaction with shareholders | | | | | | |
| Unamortized portion of interest free loan | | | | | | - |
| Amortized portion of interest free loan due to change in terms of loan | | | | | | - |
| Comprehensive Income | | | | | | |
| Profit for the period ended September 30, 2025 | - | - | - | (17,688,280) | - | (17,688,280) |
| Exchange Translation reserve | - | - | - | - | 82,366 | 82,366 |
| Balance as at September 30, 2025 | 198,528,000 | 847,625,402 | 164,408,050 | 920,898,180 | (8,114,426) | 2,123,345,206 |

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


CHAIRMAN / DIRECTOR


CHIEF EXECUTIVE


CHIEF FINANCIAL OFFICER

1. THE GROUP AND ITS OPERATIONS

- 1.1** The Group consists of Idrees Textile Mills Limited (the Holding Company) and its 100 % owned subsidiary ORA Home LLC (ORA) (the Subsidiary). Together referred to as "the Group" and individually as "Group entities".
- 1.2** The Holding Company was incorporated in Pakistan as an unquoted public limited company on June 5, 1990 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and was listed on Pakistan Stock Exchange Limited on April 28, 1992. The registered office of the Holding Company is situated at 6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad, Karachi in the Province of Sindh. The principal activity of the Holding Company is manufacturing, processing and sale of all kinds of yarn and home textile.

Following are the geographical location and address of all business units of the Holding Company:

| Karachi | Purpose |
|---|--|
| 6-C, Ismail Centre, 1st floor, Central Commercial Area, Bahadurabad | Head Office |
| Kot Shah Muhammad, Tehsil & District Nankana Punjab | Regional Office & Production Plant/Factory |

Following is the geographical location and address of the Subsidiary:

| New Jersey, USA. | Purpose |
|---|-------------------|
| 1215 Livingston Avenue, STE 4 North Brunswick, NJ 08902 | Registered Office |

- 2** These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of;
- International Financial Reporting Standards (IFRS Standards) 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 provisions of and directives issued under the Companies Act, 2017 differ with requirements of IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.
- 3** The accounting convention, policies and methods of computation followed in the preparation of these condensed interim financial statements are the same as those of the published annual financial statements for the year ended June 30, 2025.

4. NON-CURRENT ASSETS

Property, plant and Equipment

| | | (Unaudited) | (Audited) |
|--------------------------|-----|----------------------|----------------------|
| | | September | June |
| | | 30, 2025 | 30, 2025 |
| Operating Assets | 4.1 | 3,242,801,366 | 3,275,634,058 |
| Capital Spares | | 9,442,072 | 9,442,072 |
| Capital Work in progress | 4.2 | 2,197,962 | 2,197,962 |
| | | <u>3,254,441,400</u> | <u>3,287,274,092</u> |

4.1 Operating Assets

| | | |
|---|----------------------|----------------------|
| Net Book value at the beginning of the period/ year | 3,275,634,058 | 3,365,139,668 |
| Addition during the period/ year | | |
| Owned Assets | | |
| Building | - | - |
| Plant & Machinery | 640,688 | 7,154,208 |
| Solar Panel | | 27,038,226 |
| Office Equipment | | 80,000 |
| Furniture & Fixture | | - |
| Vehicles | - | 11,194,700 |
| | 640,688 | 45,467,134 |
| Net book value of assets disposed during the period/ year | (1,371,147) | (3,044,248) |
| Depreciation for the period/ year | (32,102,233) | (131,928,496) |
| | <u>3,242,801,366</u> | <u>3,275,634,058</u> |

(Unaudited)
September
30, 2025

(Audited)
June
30, 2025

4.2 Capital Work in progress

| | | |
|----------------------------|------------------|------------------|
| Opening Balance | 2,197,962 | 2,160,537 |
| Addition during the period | | |
| Building | - | 37,425 |
| Less: Capitalized | - | - |
| Closing Balance | <u>2,197,962</u> | <u>2,197,962</u> |

5. STOCK IN TRADE

| | | |
|------------------------|----------------------|----------------------|
| Raw Material - in hand | | |
| Cotton | 1,402,885,517 | 1,006,322,600 |
| Yarn | 7,508,624 | 1,108,624 |
| - in transit | 1,770,509 | 406,420,584 |
| Work in process | | |
| Yarn | 93,036,810 | 111,511,263 |
| Home Textile | 135,878,496 | 91,383,644 |
| Finished Goods | 456,513,747 | 353,228,959 |
| Waste | 6,431,458 | 13,597,283 |
| | <u>2,104,025,160</u> | <u>1,983,572,957</u> |

6. OTHER FINANCIAL ASSETS

These represent term deposit receipts with various banks for a period ranging from six months to one year carrying mark-up at the rates ranging from 6.93% to 20.5% (June 2024: 5.75% to 21.5%) per annum. The banks have lien on these term deposit receipts on account of guarantees provided by such banks.

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There is no material change in Contingent liabilities as disclosed in annual financial statements of June 30, 2025

7.2 Commitments

| | | |
|---|-------------|-------------|
| Letters of credit for import of spare parts, machinery & raw material | 185,309,226 | 230,089,441 |
|---|-------------|-------------|

8. COST OF GOODS SOLD

| | September 30, 2025 | September 30, 2024 |
|----------------------------------|-----------------------|-----------------------|
| | <i>Consolidated</i> | <i>Consolidated</i> |
| Raw material consumed | 509,180,884 | 573,077,576 |
| Salaries, wages and benefits | 84,116,019 | 55,132,886 |
| Fuel and power | 234,521,489 | 209,897,152 |
| Stores and spares | 13,991,296 | 16,180,579 |
| Packing Material | 13,902,544 | 12,245,065 |
| Depreciation | 30,743,916 | 30,338,282 |
| Insurance | 3,000,000 | 3,000,000 |
| Repairs and maintenance | 1,111,397 | 379,254 |
| Other manufacturing overheads | 2,870,940 | 2,085,522 |
| | <u>893,438,485</u> | <u>902,336,316</u> |
| Work-in-process | | |
| Opening stock | 111,511,263 | 91,441,947 |
| Closing stock | (93,036,810) | (106,234,547) |
| | <u>18,474,453</u> | <u>(14,792,600)</u> |
| Cost of goods manufactured | 911,912,938 | 887,543,716 |
| Finished goods | | |
| Opening stock | 366,826,242 | 252,289,028 |
| Yarn purchased | - | 19,000,000 |
| Yarn Transferred to Home Textile | (17,664,000) | (5,801,000) |
| Closing stock | (462,945,205) | (360,242,355) |
| | <u>(113,782,963)</u> | <u>(94,754,327)</u> |
| Cost of Home Textile | - | 552,384 |
| Cost of raw material sold | 23,289,520 | 407,952,474 |
| | <u>821,419,495</u> | <u>1,201,294,247</u> |

9. OTHER OPERATING EXPENSES

| | | |
|-----------------------------|----------------|------------------|
| Workers' participation fund | - | - |
| Insurance Expenses | 178,201 | 201,834 |
| Infrastructure cess | - | - |
| Exchange loss-net | 50,205 | 1,748,123 |
| | <u>228,406</u> | <u>1,949,957</u> |

10. OTHER INCOME

| | | |
|---|------------------|------------------|
| Profit on deposits | 2,718,147 | 6,038,823 |
| Export Rebate | 996,673 | - |
| Gain on disposal of property, plant and equipment | 2,028,855 | - |
| Sale of scrap | 55,737 | 27,049 |
| Other Revenue | - | - |
| | <u>5,799,412</u> | <u>6,065,872</u> |

11. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, key management personnel. Significant transactions with related parties during the period are as follows:

| Relationship with Company | Nature of Transactions | (Unaudited) | (Unaudited) |
|-------------------------------|------------------------|--|--|
| | | Three Months ended September 30, 2025 | Three Months ended September 30, 2024 |
| | | Rupees | Rupees |
| Provident Fund of the Company | Contribution paid | 585,361 | 585,361 |
| Key Management personnel | | | |
| Chief Executive | | 1,200,000 | 1,200,000 |
| Directors | | 1,050,000 | 1,050,000 |
| Executives | | 4,538,672 | 4,538,672 |



12. DATE OF AUTHORIZATION FOR ISSUE

The financial statements were authorized for issue on November, 27, 2025 by the Board of Directors of the Company.

13. GENERAL

Figures have been re-arranged wherever it was necessary for the purpose of comparison and rounded off nearest to

A handwritten signature in black ink, appearing to be 'D. Silva', written over a horizontal line.

CHAIRMAN / DIRECTOR

A handwritten signature in black ink, appearing to be 'J. Silva', written over a horizontal line.

CHIEF EXECUTIVE

A handwritten signature in black ink, appearing to be 'A. Silva', written over a horizontal line.

CHIEF FINANCIAL OFFICER