Half Yearly Accounts December, 31 2025

BIBOJEE GROUP

BANNU
WOOLLEN MILLS LIMITED

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COMPANY'S PROFILE

Board of Directors	Mr. Ahmad Kuli Khan Khattak	Chairman
	Mrs. Shahnaz Sajjad Ahmad	Chief Executive
	Lt. Gen. (Retd.) Ali Kuli Khan Khattak	
	Dr. Shahin Kuli Khan Khattak	
	Syed Zubair Ahmed Shah	
	Mr. Abdul Rehman Qureshi (Independent)	
	Brig. (R.) Agha Arshad Raza (Independent)	
Audit Committee	Mr. Abdul Rehman Qureshi	Chairman
	Syed Zubair Ahmad Shah	Member
	Brig. (R.) Agha Arshad Raza	Member
Human Resource & Remuneration Committee	Mr. Abdul Rehman Qureshi	Chairman
	Lt. Gen. (Retd.) Ali Kuli Khan Khattak	Member
	Mr. Ahmad Kuli Khan Khattak	Member
	Mrs. Shahnaz Sajjad Ahmad	Member
	Syed Zubair Ahmed Shah	Member
	Brig. (R.) Agha Arshad Raza	Member
Chief Operating Officer (COO)	Mr. Khalid Kuli Khan Khattak	
Assistant Chief Operating Officer / Company Secretary	Mr. Azmat Khan	
Chief Financial Officer	Mr. Kalim Aslam	
Head of Internal Audit	Mr. Sajid Nawaz Khan	
Auditors	M/S. ShineWing Hameed Chaudhri & Co Chartered Accountants	
Bankers	National Bank of Pakistan Bank Alfalah Ltd.	
Legal Adviser	M/S Hassan & Hassan, Advocates Paaf Building, 1-D, Kashmir / Egerton Road, Lahore	
Tax Consultant	M. Nawaz Khan & Co 1-Ground Floor, Farrah Centre, 2 Mozang Road, Lahore	
Registrars & Shares Registration Office	CDC Share Registrar (Services) Limited CDC House, 99-B, Block B, S.M.C.H.S. Main Shahra-e-Faisal, Karachi-74400 Tel: UAN# 021-0800 23275, Fax: 021-34326053 E-Mail: info@cdcsrsl.com	
Registered Office	Bannu Woollen Mills Ltd D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	
Mills	D.I.Khan Road, Bannu Tel. (0928) 612274, 662273, 613250 E-Mail: bannuwoollen@yahoo.com Web Site: www.bwm.com.pk	

DIRECTORS' REPORT

On behalf of the Board of Directors of Bannu Woollen Mills Limited, we are pleased to present the condensed interim Financial Statements of the Company for the half year ended December 31, 2025 duly reviewed by the statutory auditors.

FINANCIAL PERFORMANCE

During the second quarter, the Company's net sales amounted to Rs. 994.322 million, reflecting a significant increase as compared to the same period of the corresponding year, gross profit increased to Rs. 249.014 million from 156.913 million over the corresponding quarter of the last year. Distribution, administrative and other expenses remained largely controlled as compared to the same period of the corresponding year reflecting the Company's ongoing focus on cost optimization and operational efficiency. Net profit before tax stood at Rs. 141.287 million in the second quarter, compared to Rs. 168.321 million in the same period last year. This decrease was primarily driven by a share of loss of Rs. 32.973 million and a lower no impairment loss reversal from the associated company recognized during the period (December 31, 2024: share of loss of Rs. 107.002 million and impairment loss reversal of Rs. 189.704 million). Consequently, net profit after tax was recorded at Rs. 88.775 million, resulting in earnings per share (EPS) of Rs. 9.34, down from Rs. 13.60 in the corresponding quarter of the previous year.

The financial results for the six months period under review are summarized below:

FINANCIAL RESULTS

	Six months period ended	
	Dec. 31, 2025	Dec. 31, 2024
	- Rupees in thousand -	
Sales – net	**1,229,782**	846,837
Gross profit	**352,637**	257,110
Profit from operations	**239,855**	163,153
Profit before taxation	**178,462**	199,230
Profit after taxation	**112,443**	150,419
Earnings per share	**11.83**	15.82

During the period under review, the Company's net turnover increased by Rs. 382.945 (45%) million, reflecting a strong growth compared to the corresponding period of the previous year. This increase was primarily driven by the rising demand for the Company's products, which led to higher order volumes from key dealers, contributing significantly to the overall growth in net turnover.

The gross profit margin decreased from 30% to 28% as compared to the corresponding period of the previous year, primarily driven by lower finished goods in current period. The decrease in EPS is mainly attributed due to lower reversal of impairment loss from Associated Company.

The reduction in policy rates has positively influenced finance costs, which decreased to Rs.

28.420 million from Rs. 46.625 million in the corresponding period of the previous year, supporting the Company's earnings.

The Company produced 523,977 meters of greasy fabric, compared to 393,257 meters during the same period last year. This increase was due to increase in demand from customer and better efficiency with extra shift two months.

FUTURE OUTLOOK

Pakistan's economy is gradually stabilizing with easing inflationary pressures, improved foreign exchange reserves, and a relatively stable policy environment. While challenges such as energy costs, currency volatility, and tight liquidity conditions persist, the overall business sentiment is showing signs of improvement.

Management remains focused on driving sustainable growth through operational efficiency, product diversification, and strengthening its market presence. The Company will continue to prioritize cost discipline, optimize working capital, and explore new avenues to enhance shareholder value for the remainder of the financial year ending June 30, 2026.

ACKNOWLGEMENT

We formally express our sincere appreciation for the dedication and hard work of our executives, officers, staff, and workers, whose contributions have been instrumental in achieving the Company's strong performance. We also recognize the valuable contributions and active involvement of the Board Committee members in guiding and supporting management on key strategic matters. Additionally, the Board extends its gratitude to our banking partners, customers, and suppliers for their unwavering support and commitment to the Company.

On behalf of the Board of Directors

(LT. GEN. ALI KULI KHAN KHATTTAK (RETD.)
DIRECTOR

(SHAHNAZ SAJJAD AHMAD)
CHIEF EXECUTIVE OFFICER

February 24, 2026

ڈائریکٹرز رپورٹ

بنوں وولن ملز لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہم انتہائی مسرت کے ساتھ ادارے کی 31 دسمبر 2025 کو ختم ہونے والے نصف سال کے لیے کمپنی کے مالیاتی نتائج آپ کے سامنے پیش کرتے ہیں جس کا قانونی آڈیٹرز نے جائزہ لیا ہے۔

مالی کارکردگی:

دوسری سہ ماہی کے دوران، کمپنی کی خالص فروخت **994.322** ملین روپے ہے۔ جو کہ اسی سال کی اسی مدت کے مقابلے میں نمایاں اضافے کی عکاسی کرتا ہے، گزشتہ سال کی اسی سہ ماہی کے دوران مجموعی منافع **156.913** ملین سے بڑھ کر **249.014** ملین روپے ہو گیا۔ اسی سال کی اسی مدت کے مقابلے میں تقسیم، انتظامی اور دیگر اخراجات بڑے پیمانے پر کنٹرول میں رہے جو لاگت کی اصلاح اور آپریشنل کارکردگی پر کمپنی کی جاری توجہ کی عکاسی کرتے ہیں۔ دوسری سہ ماہی میں ٹیکس سے پہلے کا خالص منافع **141.287** ملین روپے ہوا جو کہ گزشتہ سال کے مقابلے اسی عرصے میں **168.321** ملین روپے تھا۔ یہ کمی بنیادی طور پر **32.973** ملین روپے کے حصص کے نقصان کی وجہ سے ہوئی تھی اور اس مدت کے دوران تسلیم شدہ متعلقہ کمپنی کی طرف سے کم بغیر کسی خرابی کا نقصان ملین روپے ہوا (**31 دسمبر 2024**: **107.002** ملین روپے کے نقصان کا حصہ اور خرابی کا ریورسل نقصان **189.704** ملین روپے) تھا۔ نتیجتاً ٹیکس کے بعد خالص منافع **88.775** ملین روپے ریکارڈ کیا گیا، جس کے نتیجے میں فی حصص (**EPS**) **9.34** روپے سے کم آمدنی ہوئی جو کہ پچھلے سال کی اسی سہ ماہی میں **13.60** فی حصص تھی۔

زیر جائزہ چھ ماہ کی مدت کے مالیاتی نتائج کا خلاصہ ذیل میں دیا گیا ہے:

	ششماہی سال کا اختتام	
	31 دسمبر، 2024	31 دسمبر، 2025
	روپے ہزاروں میں	
خالص فروخت	846,837	**1,229,782**
مجموعی منافع	257,110	**352,637**
منافع کارکردگی	163,153	**239,855**
منافع (ٹیکس سے پہلے)	199,230	**178,462**
منافع (ٹیکس کے بعد)	150,419	**112,443**
آمدنی فی حصص (روپے)	15.82	**11.83**

زیر جائزہ مدت کے دوران، کمپنی کے خالص کاروبار میں روپے کا اضافہ ہوا۔ **382.945** (**45%**) ملین، پچھلے سال کی اسی مدت کے مقابلے میں مضبوط ترقی کی عکاسی کرتا ہے۔ یہ اضافہ بنیادی طور پر کمپنی کی مصنوعات کی بڑھتی ہوئی مانگ کی وجہ سے ہوا، جس کی وجہ سے کلیدی ڈیلرز کی جانب سے آرڈر کا حجم زیادہ ہوا، جس سے خالص کاروبار میں مجموعی ترقی میں نمایاں کردار ادا ہوا۔

مجموعی منافع کا مارجن پچھلے سال کی اسی مدت کے مقابلے میں 30% سے کم ہو کر 28% ہو گیا، بنیادی طور پر موجودہ مدت میں کم تیار شدہ سامان کی وجہ سے۔ EPS میں کمی بنیادی طور پر ایسوسی ایٹڈ کمپنی کی طرف سے خرابی کے نقصان کے ریورسل ہونے کی وجہ سے ہے۔

مارک اپ ریٹ میں کمی نے کمپنی کی مالی کارکردگی پر مثبت اثر ڈالا ہے اس سال فنانس کاسٹ 28.420 ملین روپے رہی جو کہ پچھلے سال کی اسی مدت کے دوران 46.625 ملین روپے تھا۔

کمپنی نے گزشتہ سال اسی عرصے کے دوران 393,257 میٹر کے مقابلے میں 523,977 میٹر کپڑا تیار کیا۔ یہ اضافہ گاہک کی مانگ میں اضافے اور دو ماہ کی اضافی شفٹ کے ساتھ بہتر کارکردگی کی وجہ سے ہوا۔

مستقبل کا نقطہ نظر:

مہنگائی کے دباؤ میں کمی، زرمبادلہ کے بہتر ذخائر اور نسبتاً مستحکم پالیسی ماحول کے ساتھ پاکستان کی معیشت بتدریج مستحکم ہو رہی ہے۔ اگرچہ توانائی کی لاگت، کرنسی میں اتار چڑھاؤ، اور لیکویڈیٹی کے سخت حالات جیسے چیلنجز برقرار ہیں، مجموعی کاروباری جذبات بہتری کے آثار دکھا رہے ہیں۔

انتظامیہ آپریشنل کارکردگی، مصنوعات کی تنوع، اور اپنی مارکیٹ کی موجودگی کو مضبوط بنانے کے ذریعے پائیدار ترقی کو آگے بڑھانے پر مرکوز ہے۔ کمپنی لاگت کے نظم و ضبط کو ترجیح دیتی رہے گی، ورکنگ کیپیٹل کو بہتر بنائے گی، اور 30 جون 2026 کو ختم ہونے والے مالی سال کے بقیہ حصے کے لیے شیئر ہولڈر کی قدر کو بڑھانے کے لیے نئی راہیں تلاش کرے گی۔

اعتراف:

ہم باضابطہ طور پر اپنے ایگزیکٹوز، افسران، عملے اور کارکنوں کی لگن اور محنت کے لیے اپنی مخلصانہ تعریف کا اظہار کرتے ہیں، جن کی شراکت کمپنی کی مضبوط کارکردگی کو حاصل کرنے میں اہم کردار ادا کرتی رہی ہے۔ ہم اہم اسٹریٹجک معاملات پر نظم و نسق کی رہنمائی اور معاونت میں بورڈ کمیٹی کے اراکین کی قابل قدر شراکت اور فعال شمولیت کو بھی تسلیم کرتے ہیں۔ مزید برآں، بورڈ ہمارے بینکنگ پارٹنرز، صارفین، اور سپلائرز کا کمپنی کے ساتھ ان کی غیر متزلزل حمایت اور وابستگی کے لیے شکریہ ادا کرتا ہے۔

بورڈ آف ڈائریکٹرز کی جانب سے

(شہناز سجاد احمد)	(لیفٹننٹ جنرل ریٹائرڈ علی قلی خان خٹک)
چیف ایگزیکٹو آفیسر	ڈائریکٹر

24 فروری 2026

Independent Auditors' Review Report to the Members of Bannu woollen Mills Limited

To the Members of Bannu Woollen Mills Limited

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Bannu Woollen Mills Limited** (the Company) as at December 31, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of other comprehensive income for the quarters ended December 31, 2024 and 2025 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2025.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditors' review report is Osman Hameed Chaudhri.

Shinewing Hameed Chaudhri & co.

LAHORE; FEBRUARY 26, 2026
UDIN: RR202510104yDfgJlxqM

SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS
Audit Engagement Partner: Osman Hameed Chaudhri

Condensed Interim Statement of Financial Position as at December 31, 2025

	Note	Dec. 31, 2025 Un-audited	June 30, 2025 Audited
Assets	**Note**	- - - Rupees in '000 - - -	
Non-current assets			
Property, plant and equipment	5	1,848,753	1,549,904
Intangible assets		12	42
Investments in an Associated Company	6	1,010,486	1,039,232
Security deposits		3,794	3,794
		2,863,045	2,592,972
Current assets			
Stores and spares		151,604	143,493
Stock-in-trade		505,917	995,099
Trade debts	7	655,145	36,711
Advances to employees - unsecured, considered good		17,990	25,542
Advance payments		8,699	7,280
Prepayments and other receivables		4,896	1,793
Sales tax refundable		-	29,843
Income tax refundable, advance tax and tax deducted at source		9,287	15,152
Cash and bank balances		2,793	3,242
		1,356,331	1,258,155
Total assets		4,219,376	3,851,127
Equity and liabilities			
Share capital and reserves			
Authorised capital		200,000	200,000
Issued, subscribed and paid-up capital		95,063	95,063
Capital reserves			
- share premium		19,445	19,445
- revaluation surplus on property, plant and equipment	8	2,946,442	2,736,295
Revenue reserves			
- general reserve		154,055	154,055
- unappropriated profit		149,482	29,618
Shareholders' equity		3,364,487	3,034,476
Liabilities			
Non-current liabilities			
Lease liabilities		4,891	4,745
Staff retirement benefits - gratuity		167,741	163,164
Deferred taxation		105,316	57,458
		277,948	225,367
Current liabilities			
Trade and other payables	9	170,393	180,437
Contract liabilities		9,194	4,232
Unpaid dividends		3,452	3,452
Unclaimed dividends		4,720	4,746
Accrued mark-up		13,589	11,384
Short term finances		334,900	367,543
Current portion of lease liabilities		2,058	6,645
Provision for tax levies & income taxes	10	38,635	12,845
		576,941	591,284
Total liabilities		854,889	816,651
Contingencies and commitments	11		
Total equity and liabilities		4,219,376	3,851,127

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

Condensed Interim Statement of Profit or Loss & Other Comprehensive Income (Un-audited)
For the Quarter and Six Months Period Ended December 31, 2025

	Note	Quarter ended		Six months period ended	
		Dec. 31, 2025	Dec. 31, 2024	**Dec. 31, 2025**	Dec. 31, 2024
		------- Rupees in '000 -------			
Sales - net	12	**994,322**	525,544	**1,229,782**	846,837
Cost of sales	13	**(745,308)**	(368,631)	**(877,145)**	(589,727)
Gross profit		**249,014**	156,913	**352,637**	257,110
Distribution cost		**(10,081)**	(7,465)	**(22,146)**	(15,575)
Administrative expenses		**(38,075)**	(39,265)	**(75,420)**	(76,497)
Other income		**176**	6,271	**459**	8,460
Other expenses		**(12,877)**	(10,345)	**(15,675)**	(10,345)
Profit from operations		**188,157**	106,109	**239,855**	163,153
Finance cost		**(13,897)**	(20,490)	**(28,420)**	(46,625)
		174,260	85,619	**211,435**	116,528
Share of loss of an Associated Company	6	**(32,973)**	(107,002)	**(32,973)**	(107,002)
Impairment loss on investments in an Associated Company reversed	6	-	189,704	**-**	189,704
		(32,973)	82,702	**(32,973)**	82,702
Profit before revenue taxes and income taxes		**141,287**	168,321	**178,462**	199,230
Income tax	14	**(52,512)**	(39,006)	**(66,019)**	(48,811)
Profit after taxation		**88,775**	129,315	**112,443**	150,419
Items that will not be reclassified subsequently to statement of profit or loss:					
Other comprehensive income					
- surplus on revaluation of property, plant and equipment		**233,086**	-	**233,086**	-
- impact of deferred tax		**(19,745)**	-	**(19,745)**	-
		213,341	-	**213,341**	-
Share of other comprehensive income of an Associated Company		**4,227**	-	**4,227**	-
Total comprehensive income for the period		**306,343**	129,315	**330,011**	150,419
		----------- Rupees -----------			
Earnings per share		**9.34**	13.60	11.83	15.82

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

Shahnaz Sajjad Ahmad	Dr. Shahin Kuli Khan Khattak	Kalim Aslam
Chief Executive	Director	Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)
For the Six Months Period Ended December 31, 2025

	Six months period ended	
	Dec. 31, 2025	Dec. 31, 2024
Cash flows from operating activities	- - - Rupees in '000 - - -	
Profit for the period - before taxation and share of loss on investments in an Associated Company	**211,435**	116,528
Adjustments for non-cash charges and other items:		
Depreciation on property, plant and equipment	**11,936**	11,419
Depreciation on right of use assets	**3,454**	4,059
Amortisation	**30**	31
Provision for impairment of trade debts	**332**	147
Staff retirement benefits - gratuity (net)	**4,577**	9,676
Mark-up on bank deposits and dealers' balances	**(302)**	(1,164)
Finance cost	**28,420**	46,625
Workers' welfare fund	**4,005**	2,437
Gain on sale of operating fixed assets	**-**	(6,946)
Profit before working capital changes	**263,887**	182,812
Effect on cash flows due to working capital changes		
(Increase) / decrease in current assets		
Stores and spares	**(8,111)**	831
Stock-in-trade	**489,182**	198,564
Trade debts	**(618,766)**	(162,833)
Advances	**7,552**	5,327
Advance payments	**(1,419)**	(11,544)
Prepayments and other receivables	**(3,103)**	(23,501)
Sales tax refundable	**29,843**	12,368
Trade and other payables and contract liabilities	**(9,087)**	20,056
	(113,909)	39,268
Cash generated from operations	**149,978**	222,080
Taxes paid	**(6,251)**	(6,858)
Net cash generated from operating activities	**143,727**	215,222
Cash flows from investing activities		
Fixed capital expenditure	**(80,726)**	(4,005)
Proceeds from sale of fixed assets	**-**	8,511
Mark-up received on bank deposits and dealers' balances	**302**	1,164
Net cash (used in) / generated from investing activities	**(80,424)**	5,670
Cash flows from financing activities		
Lease rentals paid	**(5,425)**	(4,942)
Short term finances - net	**(32,643)**	(141,679)
Finance cost paid	**(25,658)**	(47,632)
Dividend paid	**(26)**	-
Net cash used in financing activities	**(63,752)**	(194,253)
Net (decrease) / increase in cash and cash equivalents	**(449)**	26,639
Cash and cash equivalents - at beginning of the period	**3,242**	4,306
Cash and cash equivalents - at end of the period	**2,793**	30,945

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

Shahnaz Sajjad Ahmad	Dr. Shahin Kuli Khan Khattak	Kalim Aslam
Chief Executive	Director	Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Un-audited)
For the Six Months Period Ended December 31, 2025

	Share capital	Capital Reserves		Revenue Reserves		Total
		Share premium	Revaluation surplus on property, plant and equipment	General	unappro-priated profit	
	----------------------- Rupees in '000 -----------------------					
Balance as at June 30, 2025 (audited)	**95,063**	**19,445**	**2,736,295**	**154,055**	**29,618**	**3,034,476**
Total comprehensive income for the period of six months ended December 31, 2025:						
- profit for the year	**-**	**-**	**-**	**-**	**112,443**	**112,443**
- other comprehensive income	**-**	**-**	**213,341**	**-**	**4,227**	**217,568**
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	**-**	**-**	**(3,194)**	**-**	**3,194**	**-**
Balance as at December 31, 2025 (un-audited)	**95,063**	**19,445**	**2,946,442**	**154,055**	**149,482**	**3,364,487**
Balance as at June 30, 2024 - (audited)	95,063	19,445	2,743,515	154,055	120,965	3,133,043
Total comprehensive income for the period of six months ended December 31, 2024	-	-	-	-	150,419	150,419
Revaluation surplus on property, plant and equipment realised during the period on account of incremental depreciation (net of deferred taxation)	-	-	(4,048)	-	4,048	-
Balance as at December 31, 2024 (un-audited)	95,063	19,445	2,739,467	154,055	275,432	3,283,462

The annexed notes 1 to 18 form an integral part of these condensed interim financial statements.

Shahnaz Sajjad Ahmad Chief Executive	Dr. Shahin Kuli Khan Khattak Director	Kalim Aslam Chief Financial Officer

Notes to the Condensed Interim Financial Statements (Un-audited)
For the Six Months Period Ended December 31, 2025

1. Legal status and operations

Bannu Woollen Mills Ltd. (the Company) was incorporated in Pakistan as a Public Company in the year 1960 under the Companies Act, 1913 (now the Companies Act, 2017) and its shares are quoted on Pakistan Stock Exchange Ltd. The Company is principally engaged in manufacture and sale of woollen yarn, cloth and blankets. The Company's registered office and mills are located at D.I. Khan Road, Bannu whereas the retail outlet is located at Raja Bazar, Rawalpindi.

2. Basis of preparation

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the 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.

2.2 These condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended June 30, 2025. Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required by section 237 of the Companies Act, 2017. The figures for the six months period ended December 31, 2025 have, however, been subjected to limited scope review by the external Auditors.

2.4 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for the Company's liability under defined benefit plan (gratuity), which is determined on the present value of defined benefit obligations determined by an independent actuary and property, plant and equipment at revalued amounts assessed by an independent valuer.

2.5 Functional and presentation currency

These condensed interim financial statements are presented in Pak Rupees, which is also the Company’s functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

2.6 Material accounting policies

The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited financial statements of the Company as at and for the year ended June 30, 2025.

3. Changes In Accounting Standards, Interpretations And Amendments To Published Approved Accounting Standards

3.1 Standards, interpretations and amendments to published approved accounting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting periods which began on July 01, 2025. However, these do not have any significant impact on the Company's financial reporting.

3.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning after July 01, 2025. However, these will not have any material impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

4. Accounting estimates and judgements

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

4.2 In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements for the year ended June 30, 2025.

5. Property, plant and equipment		**Un-audited**	Audited
		Dec. 31, 2025	June 30, 2025
	Note	**- - - Rupees in '000 - - -**	
Operating fixed assets	**5.1**	**1,840,312**	1,540,931
Capital work-in-progress		**2,495**	-
Right of use assets	**5.2**	**5,946**	8,973
		1,848,753	1,549,904

5.1 Operating fixed assets

Book value as at June 30, 2025	**1,540,931**
Additions during the period:	
- plant and machinery	**78,231**
Add: surplus on revaluation on	
- freehold land	**165,000**
- buildings on freehold land	**24,214**
- plant and machinery	**43,872**
	233,086
Depreciation charge for the period	**(11,936)**
Book value as at December 31, 2025	**1,840,312**

		Note	Un-audited Dec. 31, 2025 Rupees in '000
5.2	**Right of use assets**		
	Book value as at June 30, 2025		**8,973**
	Additions during the period		**-**
	Impact of reassessment		**427**
	Depreciation charge for the period		**(3,454)**
	Book value as at December 31, 2025		**5,946**

6. Investments in an Associated Company - Quoted

Janana De Malucho Textile Mills Ltd. (JDM)

	Note	
Opening carrying value of investment before recognition of impairment loss		**1,634,832**
Shareholding held: 25.24%		
Loss for the period - net of taxation		**(32,973)**
Other comprehensive income for the period		**4,227**
		1,606,086
Less: impairment loss:		
- balance as at June 30, 2025		**(595,600)**
- loss reversed during the period	**6.2**	**-**
		(595,600)
Carrying value as at December 31, 2025		**1,010,486**

6.1 Market value of the Company's investments in JDM as at December 31, 2025 was Rs. 255.103 million (June 30, 2025: Rs.138.961 million).

6.2 The Company has used Market Value of Net Assets Approach to calculate the Value in Use (VIU) under IAS 36. This valuation was carried out by independent valuer M/s. Reanda Haroon Zakaria Aamir Salman Rizwan, Chartered Accountants - a QCR rated firm. Latest valuation was carried out on June 30, 2025 and provision for impairment loss was created accordingly. The management intends to re-assess the impairment loss on June 30, 2026.

		Un-audited Dec. 31, 2025	Audited June 30, 2025
7.	**Trade debts** - unsecured	**- - - Rupees in '000**	**- - -**
	Considered good	**640,723**	36,699
	Considered doubtful	**36,792**	22,050
		677,515	58,749
	Less: allowance for expected credit loss	**(22,370)**	(22,038)
		655,145	36,711
7.1	**Allowance for expected credit loss**		
	Balance at beginning of the period / year	**22,038**	21,811
	Charge for the period / year	**332**	227
	Balance at end of the period / year	**22,370**	22,038

		Un-audited Dec. 31, 2025	Audited June 30, 2025
		--- Rupees in '000 ---	
8.	**Surplus on revaluation of property, plant and equipment** - net		
	Surplus on revaluation of the Company's property, plant and equipment	**1,484,671**	1,274,524
	Share of surplus on revaluation of property, plant and equipment of an Associated Company	**1,461,771**	1,461,771
		2,946,442	2,736,295

8.1 During the period, the management made fresh assessment of fair value of the Company's free hold land, buildings on free hold land and plant & machinery. The fair value was assessed by management based on independent valuation performed by an external property valuation expert M/s. Axis Consultants as at November 30, 2025 to replace the carrying amounts of assets with the market value / depreciated market values. The net appraisal surplus amounting to Rs.233.086 million arisen on latest revaluation exercise has been credited to this account.

		Un-audited Dec. 31, 2025	Audited June 30, 2025
9.	**Trade and other payables**	--- Rupees in '000 ---	
	Creditors	**3,020**	15,237
	Security deposits - interest free, repayable on demand	**11,700**	11,200
	Accrued expenses	**117,333**	114,308
	Bills payable	**-**	31,869
	Staff retirement benefits (gratuity) due but unpaid	**1,272**	1,272
	Workers' (profit) participation fund	**11,339**	1,574
	Workers' welfare fund	**8,655**	4,650
	Sales tax payable	**16,573**	-
	Others	**501**	327
		170,393	180,437
10.	**Provision for Income tax and levies** - net		
	Balance as at June 30, 2025	**12,845**	
	Add: provision made during the current period	**37,906**	
	Less: payments / adjustments made during the period against completed assessment	**12,116**	
	Balance as at December 31, 2025	**38,635**	

10.1 Income tax assessments of the Company have been completed upto the tax year 2025 i.e. accounting year ended June 30, 2025.

10.2 There has been no significant change in status of taxation matters during the current period as detailed in notes 21.2 to 21.8 to the audited financial statements of the Company for the year ended June 30, 2025.

10.3 Income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

Income tax expense is recognised in each interim period based on best estimate. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate changes.

11. Contingencies and commitments

11.1 There has been no significant change in the status of contingencies during the current period as reported in the audited financial statements of the Company for the year ended June 30, 2025.

11.2 Commitments against letter of credit outstanding as at December 31, 2025 amounted to Rs.15.676 million (June 30, 2025: Rs.23.108 million).

	Quarter ended		Six months period ended	
12. Sales - net	**Dec. 31, 2025**	Dec. 31, 2024	**Dec. 31, 2025**	Dec. 31, 2024
Own manufactured:	------- Rupees in '000 -------			
Fabrics and blankets	**1,176,728**	625,468	**1,455,900**	1,006,284
Less:				
Sales tax	**182,245**	97,712	**225,957**	157,235
Trade discount	**161**	2,212	**161**	2,212
	182,406	99,924	**226,118**	159,447
	994,322	525,544	**1,229,782**	846,837
13. Cost of sales				
Raw materials consumed	**92,077**	83,438	**150,218**	171,020
Salaries, wages and benefits	**89,992**	79,720	**184,560**	151,109
Power and fuel	**21,746**	22,461	**52,040**	46,927
Stores and spares consumed	**7,715**	6,947	**16,687**	12,381
Repair and maintenance	**3,243**	16,397	**15,607**	22,301
Depreciation	**4,859**	3,925	**8,693**	7,734
Insurance	**1,449**	4,572	**2,897**	5,963
Others	**1,557**	919	**2,479**	1,423
	222,638	218,379	**433,181**	418,858
Adjustment of work-in-process				
Opening	**130,096**	113,245	**146,914**	67,002
Closing	**(88,591)**	(133,103)	**(88,591)**	(133,103)
	41,505	(19,858)	**58,323**	(66,101)
Cost of goods manufactured	**264,143**	198,521	**491,504**	352,757
Adjustment of finished goods				
Opening stock	**836,678**	590,227	**741,154**	657,087
Closing stock	**(355,513)**	(420,117)	**(355,513)**	(420,117)
	481,165	170,110	**385,641**	236,970
	745,308	368,631	**877,145**	589,727

14. Income taxation

	Six months period ended	
	Dec. 31, 2025	Dec. 31, 2024
	- - - Rupees in '000 - - -	
- current (note 10)	**37,906**	20,076
- deferred	**28,113**	28,735
	66,019	48,811

15. Transactions with related parties

15.1 Significant transactions with related parties during the period were as follows:

i) Associated Companies		
Expenses shared	**4,631**	1,887
Rent of marketing office	**3,685**	3,350
Insurance	**1,525**	-
Rent of textile division	**1,575**	-
ii) Key management personnel		
Salary and other employment benefits	**64,928**	50,581

15.2 Period-end balance was as follows:

	Un-audited	Audited
	Dec. 31, 2025	June 30, 2025
	- - - Rupees in '000 - - -	
Ghandhara Tyre & Rubber Company Ltd.		
- other receivables	**584**	-

16. Financial risk management

16.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's financial statements as at and for the year ended June 30, 2025.

There have been no changes in the risk management department or in any risk management policies since the year ended June 30, 2025.

16.2 Fair value estimation

During the period, there were no significant changes in the business or economic circumstances that affect the fair value of the Company's financial assets and financial liabilities. Further, there were no reclassifications of financial assets.

17. SHAHRIAH SCREENING DISCLOSURE

	Dec. 31, 2025		June 30, 2025	
	Convent -ional	Shariah Compliant	Convent -ional	Shariah Compliant
	---- Rupees in 000 ----			
Short term borrowings	334,900	-	367,543	-
Accrued mark-up	13,589	-	11,384	-
Investment in an associated company	-	1,010,486	-	1,039,232
Bank balances	944	986	2,653	589

	Dec. 31, 2025		Dec. 31, 2024	
	Convent -ional	Shariah Compliant	Convent -ional	Shariah Compliant
	---- Rupees in 000 ----			
Revenue	-	1,229,782	-	846,837
Share of loss of Associated Company	-	(32,973)	-	(107,002)
Other income				
a) Profit on bank deposits	84	-	-	-
b) Sale of scrap	50	-	-	-
c) Exchange gain on actual currency	107	-	-	-
Mark-up on short term finances	38,985	-	-	-

The Company have banking relation with the following shariah-compliant financial institutions:

a) The Bank of khyber
b) Samba Bank Ltd.
c) Habib metropolitan Bank Ltd.
d) Askari Bank Ltd.

18. Corresponding figures

The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2025, whereas the comparative condensed interim statement of profit or loss & other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the un-audited condensed interim financial statements for the period ended December 31, 2024.

19. Date of authorisation for issue

These condensed interim financial statements were approved and authorised for issue by the Board of Directors of the Company on February 24, 2026.

Shahnaz Sajjad Ahmad Chief Executive	Dr. Shahin Kuli Khan Khattak Director	Kalim Aslam Chief Financial Officer

If undelivered please return to
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