

DEWAN FAROOQUE SPINNING MILLS LIMITED

February 26, 2026

FORM-3

The General Manager
Pakistan Stock Exchange Limited
 Stock Exchange Building, Stock Exchange Road
 Karachi, Pakistan.

Subject: **Financial Results for the Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2025**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Thursday, February 26, 2026 at 02:00 p.m. at Karachi, recommended the following:

(i) CASH DIVIDEND	Nil
AND/OR	
(ii) BONUS SHARES	Nil
AND/OR	
(iii) RIGHT SHARES	Nil
AND/OR	
(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION	Nil
AND/OR	
(v) ANY OTHER PRICE-SENSITIVE INFORMATION	Nil

The Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2025, are as follows:

	Half Year Ended		Quarter Ended	
	Dec 31, 2025	Dec 31, 2024	Dec 31, 2025	Dec 31, 2024
	------(Rupees)-----			
Sales / Revenue - Net	112,070,221	76,335,050	41,530,071	76,335,050
Cost of sales / revenue	(267,694,838)	(238,786,860)	(132,850,377)	(238,786,860)
Gross (loss)	(155,624,617)	(162,451,810)	(91,320,306)	(162,451,810)
Operating expenses				
Administrative expenses	(12,113,252)	(13,350,880)	(6,964,500)	(13,350,880)
Selling and distribution expenses	(6,233,276)	(6,905,579)	(3,310,987)	(6,905,579)
Reversal of provision for doubtful debts	10,463,125	17,308,143	10,463,125	17,308,143
	(7,883,403)	(2,948,316)	187,638	(2,948,316)
Operating (loss)	(163,508,020)	(165,400,126)	(91,132,668)	(165,400,126)
Other income	835,292	1,757,989	-	1,757,989
	(162,672,728)	(163,642,137)	(91,132,668)	(163,642,137)
Bank charges	(32,244)	(60,715)	(20,155)	(60,715)
(Loss) before taxation	(162,704,972)	(163,702,852)	(91,152,823)	(163,702,852)
Levies	(1,400,878)	(954,188)	(519,126)	(954,188)
Loss before income tax	(164,105,850)	(164,657,040)	(91,671,949)	(164,657,040)
Taxation - Net	28,014,921	11,360,780	14,007,461	11,360,780
(Loss) after taxation	(136,090,929)	(153,296,260)	(77,664,488)	(153,296,260)
(Loss) per share - basic and diluted	(1.39)	(1.57)	(0.79)	(1.57)

 **YD** | A YOUSUF DEWAN COMPANY

DEWAN FAROOQUE SPINNING MILLS LIMITED

Registered Office: Dewan Centre, 3-A, Lalazar Beach Hotel, Road, Karachi - 74000 Pakistan
 Fax +92 21 35630860 | UAN +92 21 111 364 111

DEWAN FAROOQUE SPINNING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2025

	Un-Audited December 31, 2025	Audited June 30, 2025
	------(Rupees)-----	
<u>EQUITY AND LIABILITIES</u>		
SHARE CAPITAL AND RESERVES		
Authorized share capital 100,000,000 (2025: 100,000,000) Ordinary shares of Rs.10/- each	1,000,000,000	1,000,000,000
Issued, subscribed and paid-up capital	977,507,260	977,507,260
Revenue reserve - accumulated loss	(2,203,837,412)	(2,136,334,737)
Capital reserve - revaluation surplus on property, plant and equipment	10,821,345,124	10,889,933,378
	9,595,014,972	9,731,105,901
NON-CURRENT LIABILITIES		
Long term loan	-	2,656,250
Deferred taxation	570,219,082	598,234,002
Deferred liability for staff gratuity	24,503,718	21,976,991
CURRENT LIABILITIES		
Trade and other payables	595,428,703	550,535,583
Accrued mark-up	390,303,597	390,303,597
Short term borrowings	457,864,219	412,864,219
Current & overdue portion of long term liabilities	433,494,050	445,994,050
Provision for taxation	-	-
	1,877,090,569	1,799,697,449
CONTINGENCIES AND COMMITMENTS		
	-	-
	12,066,828,341	12,153,670,593
<u>ASSETS</u>		
NON-CURRENT ASSETS		
Property, plant and equipment	11,870,384,303	11,975,049,448
Long term deposits	49,479,716	48,270,516
CURRENT ASSETS		
Stores & spares	23,059,956	24,861,938
Stock in trade	15,516,540	15,516,540
Trade debts- unsecured, considered good	717,936	889,251
Loans and advances - unsecured, considered good	7,843,600	5,904,428
Trade deposits and other receivables - considered good	43,771,074	36,529,801
Taxes recoverable	47,607,518	41,658,296
Cash and bank balances	8,447,698	4,990,375
	146,964,322	130,350,629
	12,066,828,341	12,153,670,593



YD | A YOUSUF DEWAN COMPANY

DEWAN FAROOQUE SPINNING MILLS LIMITED

Registered Office: Dewan Centre, 3-A, Lalazar Beach Hotel, Road, Karachi - 74000 Pakistan
Fax +92 21 356308601 UAN +92 21 111 364 111

DEWAN FAROOQUE SPINNING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED 31ST DECEMBER 2025

	Issued, subscribed and Paid-up Capital	Revenue reserve	Capital Reserve	Total
		Accumulated loss	Revaluation surplus on property, plant & equipment	
(Rupees)				
Balance as at July 01, 2024	977,507,260	(1,994,916,593)	2,164,136,379	1,146,727,046
Total comprehensive loss for the period				
(Loss) for the period	--	(153,296,260)	--	(153,296,260)
Other comprehensive income	--	--	--	--
Transfer to accumulated loss in respect of incremental depreciation - net of tax	--	(153,296,260)	--	(153,296,260)
Balance as at December 31, 2024	977,507,260	(2,120,398,532)	2,136,322,058	993,430,786
Balance as at July 01, 2025	977,507,260	(2,136,334,737)	10,889,933,378	9,731,105,901
Total comprehensive loss for the period				
(Loss) for the period	--	(136,090,929)	--	(136,090,929)
Other comprehensive income	--	--	--	--
Transfer to accumulated loss in respect of incremental depreciation - net of tax	--	(136,090,929)	--	(136,090,929)
Balance as at December 31, 2025	977,507,260	(2,203,837,412)	10,821,345,124	9,595,014,972



YD

A YOUSUF DEWAN COMPANY

DEWAN FAROOQUE SPINNING MILLS LIMITED

Registered Office: Dewan Centre, 3-A, Lalazar Beach Hotel, Road, Karachi - 74000 Pakistan

Fax +92 21 35630860 | UAN +92 21 111 364 111

DEWAN FAROOQUE SPINNING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED 31ST DECEMBER 2025

	December 31, 2025	December 31, 2024
	------(Rupees)-----	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(162,704,972)	(163,702,852)
Adjustments for non cash and other items:		
Gain on sale of fixed assets	(835,292)	(1,757,989)
Depreciation	116,127,463	61,751,829
Financial charges	32,244	60,715
(Reversal) / Provision for doubtful debts	(10,463,125)	(17,308,143)
Provision for gratuity	3,742,990	6,626,128
Cash flow before working capital changes	(54,100,692)	(114,330,312)
Working Capital changes		
<i>(Increase) / Decrease in current assets:</i>		
Stores & spares	1,801,982	283,380
Trade debts	10,634,440	40,024,099
Stock in trade	-	-
Loans & advances	(1,939,172)	(328,517)
Trade deposits & other receivables	(7,241,273)	10,126,518
<i>Increase / (Decrease) in current liabilities:</i>		
Trade and other payables	44,893,120	76,282,883
Cash generated from / (used in) operations	(5,951,595)	12,058,051
Payments for:		
Taxes paid	(7,350,100)	(1,227,618)
Gratuity paid	(1,216,263)	(10,943,643)
Financial charges paid	(32,244)	(60,715)
	(14,550,202)	(173,925)
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(11,477,025)	(3,442,600)
Sale proceeds on disposal of fixed assets	850,000	5,760,000
Long term deposits	(1,209,200)	(9,483,000)
Net cash outflow from investing activities	(11,836,225)	(7,165,600)
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loan	(15,156,250)	(2,656,250)
Short term borrowings	45,000,000	-
Net cash inflow / (out flow) from financing activities	29,843,750	(2,656,250)
Net increase / (decrease) in cash and cash equivalents	3,457,323	(9,995,775)
Cash and Cash equivalents at the beginning of the period	4,990,375	15,666,199
Cash and Cash equivalents at the end of the period	8,447,698	5,670,424



YD | A YOUSUF DEWAN COMPANY

DEWAN FAROOQUE SPINNING MILLS LIMITED

Registered Office: Dewan Centre, 3-A, Lalazar Beach Hotel, Road, Karachi - 74000 Pakistan

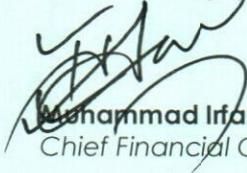
Fax +92 21 35630860 | UAN +92 21 111 364 111

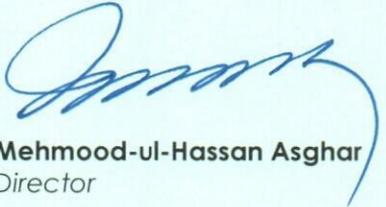
DEWAN FAROOQUE SPINNING MILLS LIMITED

Auditors have qualified their review report on default in repayment of installments of restructured liabilities and related non-provisioning of mark-up. They have also added matter of emphasis paragraph on going concern assumption.

The Half Yearly Report of the Company for the period ended December 31, 2025 will be transmitted through PUCARS separately, within the specified time.

Yours faithfully,


Muhammad Irfan Ali
Chief Financial Officer


Mehmood-ul-Hassan Asghar
Director

