

**GUL AHMED TEXTILE MILLS LIMITED**

**FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED**  
**DECEMBER 31, 2025**

## INTRODUCTION & OVERVIEW OF THE COMPANY

### Company Information

<b>BOARD OF DIRECTORS</b>	Mohomed Bashir Zain Bashir Mohammed Zaki Bashir Ziad Bashir Ehsan A. Malik Zeeba Ansar Kamran Y Mirza	- Chairman - Vice Chairman/ Executive Director - Chief Executive Officer - Non-Executive Director - Non-Executive Director - Independent Director - Independent Director
<b>CHIEF FINANCIAL OFFICER</b>	Muhammad Kashif Riaz	
<b>COMPANY SECRETARY</b>	Salim Ghaffar	
<b>AUDIT COMMITTEE</b>	Kamran Y. Mirza Mohomed Bashir Ehsan A. Malik Salim Ghaffar	- Chairman & Member - Member - Member - Secretary
<b>HUMAN RESOURCE AND REMUNERATION COMMITTEE</b>	Zeeba Ansar Mohomed Bashir Zain Bashir Salim Ghaffar	- Chairman & Member - Member - Member - Secretary
<b>BANKERS</b>	Allied Bank Limited Al Baraka Bank (Pakistan) Limited Askari Bank Limited Bank Al Habib Limited Bank Alfalah Limited Bank of Khyber Bankislami Pakistan Limited Citi Bank Dubai Islamic Bank Pakistan Limited Faysal Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited Industrial and Commercial Bank of China JS Bank limited MCB Bank Limited MCB Islamic Bank Limited Meezan Bank Limited National Bank Of Pakistan Samba Bank Limited Silkbank Limited Soneri Bank Limited	

Standard Chartered Bank (Pakistan) Limited  
Bank Makramah Limited  
The Bank Of Punjab  
United Bank Limited

**AUDITORS**

Yousuf Adil  
Chartered Accountants

**INTERNAL AUDITORS**

BDO Ebrahim & Co.  
Chartered Accountants

**LEGAL ADVISORS**

A.K. Brohi & Co  
Advocates

**REGISTERED OFFICE**

Plot No.H-7, Landhi Industrial Area  
Landhi, Karachi-75120

**SHARE REGISTRAR**

FAMCO SHARE REGISTRATION  
Services (Pvt.) Limited  
8-F, Next to Hotel Faran, Nursery, Block 6,  
P.E.C.H.S., Shahrah-E-Faisal, Karachi.  
Phone No. (+92-021) 34380101-5  
Fax No. (+92-021) 34380106

**MILLS**

Landhi Industrial Area,  
Karachi-75120

**CONTACT US**

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Website:

[www.gulahmed.com](http://www.gulahmed.com)

Facebook:

<https://www.facebook.com/GulahmedFashion>

YouTube:

<https://www.youtube.com/@GulAhmedOfficial>

LinkedIn:

<https://pk.linkedin.com/company/gul-ahmed-textile-mills-limited>

Instagram:

<https://www.instagram.com/gulahmedfashion>

# Directors' Report

Dear Members

The Directors of the Company are pleased to present the performance review and the unaudited financial statements for the period ended December 31, 2025.

## Global Economic Landscape:

During the first half of FY 2025–26, the global economy continued on a moderate yet uneven recovery path, with 2025 GDP projected at around 2.8%. Trade flows remained soft overall, affected by geopolitical tensions, shipping disruptions, tariff uncertainties, and ongoing U.S.–China frictions, although selective demand in technology and industrial segments provided some support. Financial conditions improved gradually as major central banks advanced cautious monetary easing, while global inflation eased toward 3% on the back of stable energy and food prices and normalized supply chains. Despite persistent geopolitical and climate-related risks, the overall outlook remains guardedly positive, with businesses focusing on efficiency, diversification, and resilience to navigate an increasingly competitive global environment.

## Pakistan's Economic Landscape:

In the first half of FY 2025–26, Pakistan's economy demonstrated gradual stabilization, with growth estimated near 3%, supported by an agricultural rebound and modest improvement in industrial activity. Early-year floods in Sindh and southern Punjab disrupted crop output and logistics, adding short-term price pressures and recovery costs, though overall macro indicators remained relatively steady. Nevertheless, export-focused industries, particularly textiles, continued to contend with high energy tariffs, additional fuel levies, sales tax on imported inputs under the Export Facilitation Scheme, and non-adjustable duties that constrained margins and liquidity. A key macro variable influencing competitiveness has been the Real Effective Exchange Rate (REER), which remained around 103% during the period. The outlook remains cautiously constructive, hinging on sustained reform momentum, energy cost rationalization, and effective rehabilitation measures to support competitiveness and steady growth.

## Pakistan's Textile Sector:

During the initial six months of the fiscal year 2026, Pakistan's textile exports registered a marginal increase to a total value of \$9.17 billion. This marks an increase of 0.9% when compared to the \$9.08 billion in textile exports recorded during the same period last year (SPLY). Textile exports have marginally increased highlighting the sector's resilience despite the challenges faced in the global trade landscape.

## Financial Performance:

	<b>December 2025</b>	<b>December 2024</b>	<b>Percentage Favourable/ (unfavourable)</b>
	----- (Rupees in 000) -----		
<b>Direct Export</b>	49,716,296	55,250,632	-10%
<b>Indirect Export</b>	12,778,016	19,655,813	-35%
<b>Local</b>	7,491,753	6,730,362	11%
<b>Sales (Net)</b>	<b>69,986,065</b>	<b>81,636,807</b>	<b>-14%</b>
<b>Cost of Sales</b>	(64,554,552)	(73,771,536)	-12%
<b>Gross Profit</b>	5,431,513	7,865,271	-31%
<b>Finance Cost</b>	(2,390,057)	(3,389,635)	-29%
<b>Profit before Taxation</b>	47,110	1,392,129	-97%
<b>Profit after Taxation</b>	(140,282)	1,011,825	-114%
<b>Earning Per Share (EPS)</b>	(0.19)	1.37	-114%

- Export Sales in USD registered a decline of 10.9% over SPLY; 9.8% in PKR term over SPLY;
- Domestic and indirect export sales decreased by 23.2% over SPLY.
- Total PKR total sales decreased 14.3% compared to SPLY, reflecting closure of Apparel segments and reduced spinning segment sales amid prevailing macroeconomic pressures including effects of low valued imported yarns availability and the disruptive effects of floods across key operational regions.

#### **Costs and Financial Metrics:**

- Cost of Sales decreased by 12%, mainly due to a 14.3% decline in sales.
- Administrative costs increased by 12.5%, mainly due to increased donations and ECL provision as per IFRS 9.
- Selling & distribution costs decreased by 22%, mainly due to reduced sales volume and abolishment of Export Development Surcharge with effect from November 2025.

#### **Strategic transformation plan:**

During FY 2026, the Company has embarked on a comprehensive Strategic Transformation Plan aimed at transitioning to a more efficient, system-driven, and capital-disciplined operating platform. The plan includes relocation of over 50% of spinning capacity to Nooriabad to integrate operations and enhance logistical and production efficiencies, alongside a significant renewable energy expansion targeting approximately 50% of total energy consumption from renewable sources by Q2 FY27 through solar, wind, and battery storage investments. Concurrently, the Company is implementing advanced waste water recycling systems moving toward Zero Liquid Discharge (ZLD), deploying Oracle Fusion ERP to strengthen automation and financial controls, and targeting a 30% improvement in inventory turnover through system-based planning. Collectively, these initiatives are designed to lower structural energy and operating costs, strengthen the balance sheet, enhance cash flows and margins, and improve long-term return on equity through greater reliance on internally generated capital. Importantly, they will also enhance the Company's competitiveness in both pricing and profitability, enabling more competitive sales positioning in export markets while protecting and expanding operating margins.

#### **Future Economic Outlook:**

Global trade remained subdued during the first half of FY 2025–26, with merchandise volumes estimated to have contracted by around 0.2% amid persistent geopolitical tensions, maritime disruptions, weak demand in key markets, and continued uncertainty surrounding U.S. trade tariffs. In this regard, the Supreme Court of the United States recently ruled that certain broad tariffs imposed during the Trump administration under emergency powers exceeded presidential authority, introducing a new layer of legal and policy uncertainty in global trade. While the ruling may reshape aspects of the U.S. tariff framework, its practical implications—particularly regarding future tariff levels, potential duty refunds, and trade policy direction—are not yet fully ascertained. Although easing inflation and relatively stable commodity prices offered some relief, overall trade momentum remained fragile. At the same time, progress on the EU–India Free Trade Agreement is expected to enhance India's tariff competitiveness in the European market, introducing medium- to long-term competitive pressures for Pakistan's textile exports, particularly in value-added segments where pricing and scale efficiencies are critical.

Domestically, Pakistan's textile sector continued to face challenges from high energy tariffs, volatile cotton prices, policy adjustments under the Export Facilitation Scheme affecting imported raw materials, and tight liquidity conditions. A decision on Super Tax is likely to exert further pressure on already constrained cash flows. Nevertheless, gradual macroeconomic stabilization, GDP growth around 3%, inflation easing toward 5%, improved external account management, and relative exchange rate stability supported cautious optimism, contingent upon consistent reform momentum and competitiveness-focused policy support.

**Acknowledgement:**

We extend our gratitude to our dedicated employees and the unwavering support of our customers, financial institutions, shareholders, and esteemed Board of Directors.

For and on behalf of the Board

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**MOHOMED BASHIR**  
Chairman

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**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer

February 26, 2026  
Karachi

# ڈائریکٹرز کی رپورٹ

محترم اراکین،

کمپنی کے ڈائریکٹرز 31 دسمبر 2025ء کو ختم ہونے والی مدت کے لیے کارکردگی کا جائزہ اور غیر آڈٹ شدہ مالیاتی گوشوارہ پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

## عالمی معاشی منظر نامہ:

مالی سال 2025-26ء کے پہلے نصف کے دوران، عالمی معیشت نے معتدل لیکن غیر یکساں بحالی کے راستے پر سفر جاری رکھا، جبکہ 2025ء کے لیے مجموعی ملکی پیداوار (GDP) کی شرح تقریباً 2.8% متوقع رہی۔ تجارتی بہاؤ مجموعی طور پر کمزور رہے جو جغرافیائی و سیاسی کشیدگی، بحری ترسیل میں رکاوٹوں، ٹیرف سے متعلق غیر یقینی صورتحال، اور امریکہ-چین کشیدگی کے تسلسل سے متاثر ہوئے، اگرچہ ٹیکنالوجی اور صنعتی شعبوں میں منتخب طلب نے کچھ سہارا فراہم کیا۔ مالی حالات میں بتدریج بہتری آئی کیونکہ بڑی مرکزی بینکس نے محتاط مالیاتی نرمی کو آگے بڑھایا، جبکہ عالمی افراط زر توانائی اور خوراک کی مستحکم قیمتوں اور سپلائی چین کی معمول پر واپسی کے باعث کم ہو کر تقریباً 3% کی سطح کی طرف آ گیا۔ اسی دوران، یورپی یونین اور بھارت کے درمیان آزاد تجارتی معاہدے (EU-India Free Trade Agreement) میں پیش رفت نے تجارتی حرکیات میں تبدیلی کا اشارہ دیا جو اہم برآمدی منڈیوں میں مسابقتی پوزیشننگ کو نئی شکل دے سکتی ہے۔ جغرافیائی و سیاسی اور موسمیاتی خطرات کے تسلسل کے باوجود مجموعی منظر نامہ محتاط طور پر مثبت ہے، اور کاروباری ادارے تیزی سے مسابقتی عالمی ماحول میں رہنمائی کے لیے کارکردگی، تنوع اور پلگ پر توجہ مرکوز کیے ہوئے ہیں۔

## پاکستان کا معاشی منظر نامہ:

مالی سال 2025-26ء کے پہلے نصف کے دوران پاکستان کی معیشت نے بتدریج استحکام کا مظاہرہ کیا جہاں شرح نمو تقریباً 3% کے قریب رہی، جسے زرعی شعبے میں بحالی اور صنعتی سرگرمیوں میں معمولی بہتری سے تقویت ملی۔ سال کے ابتدائی حصے میں سندھ اور جنوبی پنجاب میں آنے والے سیلاب نے فصلوں کی پیداوار اور رسد کے نظام کو متاثر کیا جس سے قلیل مدتی قیمتوں میں دباؤ اور بحالی کے اخراجات میں اضافہ ہوا، تاہم مجموعی معاشی اشاریے نسبتاً مستحکم رہے۔ منضبط مالیاتی نظم و نسق اور ترسیلات زر کے مسلسل بہاؤ کے باعث زرمبادلہ کی شرح مجموعی طور پر مستحکم رہی، جبکہ مالیاتی استحکام (fiscal consolidation) کی کوششوں نے سرمایہ کاروں کے اعتماد کو مضبوط کیا۔ اس کے باوجود برآمدات پر انحصار کرنے والی صنعتیں، خصوصاً ٹیکسٹائل کا شعبہ، بلند توانائی ٹیرف، اضافی فیول لیویز، ایکسپورٹ فیسیلیٹیشن اسکیم کے تحت درآمدی خام مال پر سبزی ٹیکس، اور ناقابل ایڈجسٹ ڈیویٹیز جیسے عوامل سے نبرد آزما رہیں جنہوں نے منافع کے مارجن اور لیکویڈیٹی کو محدود کیا۔ مجموعی منظر نامہ محتاط طور پر تعمیری ہے جس کا انحصار اصلاحاتی عمل کے تسلسل، توانائی کی لاگت میں معقولیت، اور مسابقت اور مستحکم نمو کے لیے مؤثر بحالی اقدامات پر ہے۔

## پاکستان کا ٹیکسٹائل شعبہ:

مالی سال 2026ء کے ابتدائی چھ ماہ کے دوران، پاکستان کی ٹیکسٹائل برآمدات میں معمولی اضافہ ریکارڈ کیا گیا اور ان کی مجموعی مالیت 9.17 ارب امریکی ڈالر تک پہنچ گئی۔ یہ گزشتہ سال کے اسی عرصے (SPLY) کے دوران ریکارڈ کی گئی 9.08 ارب امریکی ڈالر کی برآمدات کے مقابلے میں 0.9% اضافہ ظاہر کرتا ہے۔ ٹیکسٹائل برآمدات میں یہ معمولی اضافہ عالمی تجارتی منظر نامے میں درپیش چیلنجز کے باوجود شعبے کی پلگ کو نمایاں کرتا ہے۔

موافق/ (ناموافق) فیصد	دسمبر 2024ء	دسمبر 2025ء	
	----- (رقم ہزار روپوں میں) -----		
-10%	55,250,632	49,716,296	بلا واسطہ برآمدات
-35%	19,655,813	12,778,016	بالواسطہ برآمدات
11%	6,730,362	7,491,753	مقامی فروخت (خالص)
-14%	<b>81,636,807</b>	<b>69,986,065</b>	کل فروخت (خالص)
-12%	(73,771,536)	(64,554,552)	فروخت کی لاگت
-31%	7,865,271	5,431,513	مجموعی منافع
-29%	(3,389,635)	(2,390,057)	مالی اخراجات
-97%	1,392,129	47,110	قبل از ٹیکس منافع
-114%	1,011,825	(140,282)	بعد از ٹیکس منافع
-114%	1.37	(0.19)	فی حصص آمدنی (EPS)

- امریکی ڈالر میں برآمدی فروخت گزشتہ سال کے اسی عرصے (SPLY) کے مقابلے میں 10.9% کم رہی؛ جبکہ پاکستانی روپے کی بنیاد پر یہ کمی SPLY کے مقابلے میں 9.8% رہی۔
- مقامی اور بالواسطہ برآمدی فروخت میں گزشتہ سال کے اسی عرصے (SPLY) کے مقابلے میں 23.2% کمی واقع ہوئی۔
- مجموعی پاکستانی روپے میں کل فروخت SPLY کے مقابلے میں 14.3% کم ہوئی جو اپریل سیکمنٹس کی بندش اور اسپننگ سیکمنٹ کی فروخت میں کمی کی عکاسی کرتی ہے۔ یہ کمی موجودہ معاشی دباؤ، کم قیمت درآمدی دھاگے کی دستیابی، اور اہم آپریشنل علاقوں میں سیلاب کے باعث پیدا ہونے والی رکاوٹوں کے اثرات کی وجہ سے ہوئی۔

#### لاگت اور مالیاتی اشاریے:

- فروخت کی لاگت میں 12% کمی واقع ہوئی جس کی بنیادی وجہ فروخت میں 14.3% کمی تھی۔
- انتظامی اخراجات میں 12.5% اضافہ ہوا جس کی بنیادی وجوہات میں عطیات میں اضافہ اور IFRS 9 کے مطابق ECL کی فراہمی شامل ہیں۔
- فروخت اور تقسیم کے اخراجات میں 22% کمی واقع ہوئی جس کی بنیادی وجہ فروخت کے حجم میں کمی اور نومبر 2025ء سے ایکسپورٹ ڈیولپمنٹ سرجارج کا خاتمہ ہے۔

#### اسٹریٹجک تبدیلی کا منصوبہ:

مالی سال 2026ء کے دوران، کمپنی نے ایک جامع اسٹریٹجک ٹرانسفارمیشن پلان کا آغاز کیا ہے جس کا مقصد ایک زیادہ موثر، نظام پر مبنی اور سرمایہ جاتی نظم و ضبط رکھنے والے آپریٹنگ پلیٹ فارم کی طرف منتقلی ہے۔ اس منصوبے کے تحت اسپننگ صلاحیت کے 50% سے زائد حصے کو نوری آباد منتقل کیا جا رہا ہے تاکہ آپریشنز کو یکجا کر کے لاجسٹکس اور پیداواری کارکردگی کو بہتر بنایا جاسکے۔ اس کے ساتھ ساتھ قابل تجدید توانائی کی نمایاں توسیع کی جا رہی ہے جس کا ہدف مالی سال 27ء کی دوسری سہ ماہی تک شمسی، ہوائی اور بیٹری اسٹوریج سرمایہ کاری کے ذریعے مجموعی توانائی کے تقریباً 50% استعمال کو قابل تجدید ذرائع سے حاصل کرنا ہے۔ اسی دوران کمپنی

جدید ویسٹ واٹری سائیکلنگ سسٹم نافذ کر رہی ہے تاکہ زیر لیویڈ سچارج (ZLD) کی جانب پیش رفت کی جاسکے، آٹومیشن اور مالیاتی کنٹرولز کو مضبوط بنانے کے لیے Oracle Fusion ERP نافذ کیا جا رہا ہے اور نظام پر مبنی منصوبہ بندی کے ذریعے انویسٹری ٹرن اوور میں 30% بہتری کا ہدف مقرر کیا گیا ہے۔ مجموعی طور پر، یہ اقدامات ساختی توانائی اور آپریٹنگ اخراجات کو کم کرنے، بیلنس شیٹ کو مضبوط بنانے، کیش فلوا اور مارجنز کو بہتر بنانے، اور اندرونی طور پر پیدا شدہ سرمائے پر زیادہ انحصار کے ذریعے طویل مدتی ریٹرن آن ایکویٹی میں بہتری کے لیے ترتیب دیے گئے ہیں۔

### مستقبل کا معاشی منظر نامہ:

مالی سال 2025-26ء کے پہلے نصف کے دوران عالمی تجارت دبی ہوئی رہی اور ایشیائی تجارت کے حجم میں تقریباً 0.2% کمی کا اندازہ لگایا گیا، جس کی وجوہات میں مسلسل جغرافیائی و سیاسی کشیدگیاں، بحری رکاوٹیں، اہم منڈیوں میں کمزور طلب، اور امریکہ کی نئی تجارتی ٹیرف پالیسیز سے پیدا ہونے والی غیر یقینی صورتحال شامل ہیں۔ اگرچہ افراط زر میں کمی اور نسبتاً مستحکم اجناس کی قیمتوں نے کچھ سہارا فراہم کیا ہے تاہم تجارتی رفتار کمزور رہی ہے۔ مزید برآں، یورپی یونین اور بھارت کے درمیان آزاد تجارتی معاہدے میں پیش رفت سے توقع ہے کہ یورپی منڈی میں بھارت کی ٹیرف مسابقت میں اضافہ ہوگا جو پاکستان کی ٹیکسٹائل برآمدات، خصوصاً ویلیو ایڈڈ سیگمنٹس میں جہاں قیمت اور پیمانے کی کارکردگی نہایت اہم ہے، کے لیے درمیانی تا طویل مدتی مسابقتی دباؤ پیدا کرے گا۔

ملکی سطح پر، پاکستان کا ٹیکسٹائل شعبہ بلند توانائی ٹیرف، کپاس کی قیمتوں میں اتار چڑھاؤ، ایکسپورٹ فیسیلیٹیشن اسکیم کے تحت درآمدی خام مال سے متعلق پالیسی تبدیلیوں، اور محدود لیویڈی جیسے چیلنجز سے دوچار رہا۔ سپر ٹیکس سے متعلق فیصلہ پہلے سے محدود لیویڈی پر مزید دباؤ ڈالے گا۔ اس کے باوجود، بتدریج معاشی استحکام، تقریباً 3% جی ڈی پی نمو، افراط زر کا تقریباً 5% کی سطح پر آنا، بیرونی کھاتوں کے بہتر انتظام، اور زر مبادلہ کے نسبتاً استحکام نے محتاط امید کو تقویت دی، بشرطیکہ اصلاحات کا تسلسل اور مسابقت پر مبنی پالیسی معاونت برقرار رہے۔

### اظہارِ تشکر

ہم اپنے محنتی ملازمین، صارفین، مالیاتی اداروں، شیئر ہولڈرز، اور معزز بورڈ آف ڈائریکٹرز کی غیر متزلزل حمایت پر دلی تشکر کا اظہار کرتے ہیں۔

برائے اور منجانب بورڈ

محمد ذکی بشیر  
چیف ایگزیکٹو آفیسر

محمد بشیر  
چیئر مین

26 فروری 2026ء

کراچی

# **INDEPENDENT AUDITOR'S REVIEW REPORT**

## **To the members of Gul Ahmed Textile Mills Limited**

### **Report on review of Unconsolidated Condensed Interim Financial Statements**

#### **Introduction**

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of **Gul Ahmed Textile Mills Limited** as at December 31, 2025, and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the six months then ended (here-in-after referred to as "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed 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 financial statements based on our review.

#### **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 the unconsolidated condensed 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 unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for the interim financial reporting.

#### **Other Matters**

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review. Accordingly, the figures of the unconsolidated condensed interim statement of profit or loss and the unconsolidated condensed interim statement of other comprehensive income for the three-month period ended December 31, 2025 have not been reviewed by us .

The engagement partner on the review resulting in this independent auditor's review report is **Nadeem Yousuf Adil**.

#### **Chartered Accountants**

**Place:** Karachi

**Date:**

**UDIN:**

GUL AHMED TEXTILE MILLS LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2025

		(Un-audited)	(Audited)
		December 31,	June 30,
		2025	2025
		(Rupees in '000)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	53,613,935	50,894,607
Intangible assets	5	66,453	45,221
Long term investments	6	3,948,501	3,601,461
Long term loans		22,444	21,487
Long term advances and deposits		538,038	146,240
<b>Total non-current assets</b>		<b>58,189,371</b>	<b>54,709,016</b>
<b>Current assets</b>			
Store, spares and loose tools		2,591,752	2,725,457
Stock-in-trade		51,543,597	60,911,875
Trade debts		17,947,010	22,155,562
Loans, advances and other receivables	7	5,668,148	3,831,814
Short term prepayments		598,010	73,298
Receivables from government		6,248,586	5,542,398
Short term investments	8	1,989,000	979,000
Cash and bank balances		530,344	166,429
<b>Total current assets</b>		<b>87,116,447</b>	<b>96,385,833</b>
<b>TOTAL ASSETS</b>		<b>145,305,818</b>	<b>151,094,849</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorised share capital 5,000,000,000 (June 30, 2025: 5,000,000,000) ordinary shares of Rs. 10 each		<b>50,000,000</b>	50,000,000
Issued, subscribed and paid-up share capital 740,059,458 ordinary shares of Rs. 10 each (June 30, 2025: 740,059,458 ordinary shares of Rs. 10 each)		7,400,594	7,400,594
Reserves	9	41,312,061	41,452,343
<b>Total equity</b>		<b>48,712,655</b>	48,852,937
<b>Non-current liabilities</b>			
Long term financing	10	14,465,068	16,142,475
Deferred income - government grant		40,436	50,620
Defined benefit plan - staff gratuity		286,414	466,178
<b>Total non-current liabilities</b>		<b>14,791,918</b>	16,659,273
<b>Current liabilities</b>			
Trade and other payables		25,393,692	27,690,959
Accrued mark-up / profit		462,064	788,421
Short term borrowings	11	51,123,075	52,157,704
Current maturity of long term financing - secured	10	3,586,665	3,128,180
Current maturity of deferred income - government grant		21,922	24,035
Unclaimed dividend		9,365	9,365
Unpaid dividend		23,505	23,505
Taxation-net		1,180,957	1,760,470
<b>Total current liabilities</b>		<b>81,801,245</b>	85,582,639
<b>Total liabilities</b>		<b>96,593,163</b>	102,241,912
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>145,305,818</b>	<b>151,094,849</b>
<b>Contingencies and commitments</b>	12		

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



Mohomed Bashir  
Chairman

Mohammed Zaki Bashir  
Chief Executive Officer

Muhammad Kashif Riaz  
Chief Financial Officer

**GUL AHMED TEXTILE MILLS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR THE SIX MONTHS ENDED DECEMBER 31, 2025**

	Note	Six months ended		Three months ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
----- (Rupees in '000) -----					
Revenue from contracts with customers - net	13	69,986,065	81,636,807	29,402,638	39,558,704
Cost of sales		(64,554,552)	(73,771,536)	(27,940,208)	(35,262,044)
Gross profit		5,431,513	7,865,271	1,462,430	4,296,660
Selling and distribution cost		(1,560,065)	(2,000,422)	(652,870)	(896,375)
Administrative cost		(2,236,577)	(1,989,782)	(937,469)	(1,042,760)
Other expense - net		(26,667)	(134,636)	49,297	(87,031)
		(3,823,309)	(4,124,840)	(1,541,042)	(2,026,166)
<b>Operating profit / (loss)</b>		<b>1,608,204</b>	<b>3,740,431</b>	<b>(78,612)</b>	<b>2,270,494</b>
Other income		828,963	1,041,333	465,825	97,527
Finance costs		(2,390,057)	(3,389,635)	(1,078,120)	(1,648,051)
<b>Profit / (loss) before levies and taxation</b>		<b>47,110</b>	<b>1,392,129</b>	<b>(690,907)</b>	<b>719,970</b>
Levies	14	(379,990)	(800,732)	50,103	(387,027)
<b>(Loss) / profit before taxation</b>		<b>(332,880)</b>	<b>591,397</b>	<b>(640,804)</b>	<b>332,943</b>
Taxation	15	192,598	420,428	266,400	321,947
<b>(Loss) / profit after taxation</b>		<b>(140,282)</b>	<b>1,011,825</b>	<b>(374,404)</b>	<b>654,890</b>
----- (Rupees) -----					
<b>Earnings per share - basic and diluted</b>		<b>(0.19)</b>	<b>1.37</b>	<b>(0.51)</b>	<b>0.88</b>

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

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**Mohomed Bashir**  
**Chairman**

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**Mohammed Zaki Bashir**  
**Chief Executive Officer**

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**Muhammad Kashif Riaz**  
**Chief Financial Officer**

GUL AHMED TEXTILE MILLS LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE SIX MONTHS ENDED DECEMBER 31, 2025

	Six months ended		Three months ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	----- (Rupees in '000) -----			
(Loss) / profit after taxation	(140,282)	1,011,825	(374,404)	654,890
Other comprehensive income	-	-	-	-
<b>Total comprehensive (loss) / income for the period</b>	<b>(140,282)</b>	<b>1,011,825</b>	<b>(374,404)</b>	<b>654,890</b>

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.

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\_\_\_\_\_  
Mohomed Bashir  
Chairman

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Mohammed Zaki Bashir  
Chief Executive Officer

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Muhammad Kashif Riaz  
Chief Financial Officer

GUL AHMED TEXTILE MILLS LIMITED  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE SIX MONTHS ENDED DECEMBER 31, 2025

	Reserves					Total equity
	Issued, subscribed and paid-up share capital	Capital reserve - against long term investments, capacity expansion and BMR	Capital reserve - amalgamation reserve	Revenue reserve - unappropriated profit	Total reserves	
----- (Rupees in '000) -----						
Balance as at July 01, 2024	7,400,594	23,000,000	8,252,059	6,100,570	37,352,629	44,753,223
Total comprehensive income for the period						
Profit after taxation	-	-	-	1,011,825	1,011,825	1,011,825
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	1,011,825	1,011,825	1,011,825
<b>Balance as at December 31, 2024</b>	<b>7,400,594</b>	<b>23,000,000</b>	<b>8,252,059</b>	<b>7,112,395</b>	<b>38,364,454</b>	<b>45,765,048</b>
Balance as at July 01, 2025	7,400,594	23,000,000	8,252,059	10,200,284	41,452,343	48,852,937
Total comprehensive income for the period						
Loss after taxation	-	-	-	(140,282)	(140,282)	(140,282)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss	-	-	-	(140,282)	(140,282)	(140,282)
<b>Balance as at December 31, 2025</b>	<b>7,400,594</b>	<b>23,000,000</b>	<b>8,252,059</b>	<b>10,060,002</b>	<b>41,312,061</b>	<b>48,712,655</b>

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



\_\_\_\_\_  
Mohomed Bashir  
Chairman

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Mohammed Zaki Bashir  
Chief Executive Officer

\_\_\_\_\_  
Muhammad Kashif Riaz  
Chief Financial Officer

**GUL AHMED TEXTILE MILLS LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE SIX MONTHS ENDED DECEMBER 31, 2025**

		(Un-audited)	
		Six Months Ended	
		December 31, 2025	December 31, 2024
		------(Rupees in '000)-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
	Note		
Profit / (loss) before levies and taxation		47,110	1,392,129
<b>Adjustments for:</b>			
Depreciation of operating fixed assets	4.1	1,508,071	2,234,408
Amortisation of intangible assets	5	8,166	8,861
Expense recognised for defined benefit plan		56,469	104,307
Finance cost		2,390,057	3,389,635
Charge / (Reversal) of provision for slow moving / obsolete stores and spares		12,020	(30,400)
Provision for slow moving stock-in-trade		88,235	74,012
Government grant recognised in income		(12,297)	(14,338)
Loss on disposal of operating fixed assets - net		23,067	34,875
Charge of expected credit loss against doubtful trade debts		144,947	29,021
		<b>4,218,735</b>	<b>5,830,381</b>
<b>Changes in working capital:</b>			
Store, spares and loose tools		121,685	150,898
Stock-in-trade		9,280,043	(248,211)
Trade debts		4,063,605	(3,370,115)
Loans, advances and other receivables		(1,836,334)	(1,031,061)
Short term prepayments		(524,712)	(244,643)
Receivable from government		69,885	1,030,110
Trade and other payables		(2,297,267)	(1,858,398)
Net Increase / (decrease) in working capital		<b>8,876,905</b>	<b>(5,571,420)</b>
Cash generated from operating activities		<b>13,142,750</b>	<b>1,651,090</b>
Payment made to defined benefit plan		(236,233)	(147,639)
Finance costs paid		(2,858,623)	(4,149,126)
Income tax paid		(1,542,978)	(1,308,540)
Long term advances and deposits		(391,798)	-
		<b>(5,029,632)</b>	<b>(5,605,305)</b>
Net cash generated from / (used in) operating activities		<b>8,113,118</b>	<b>(3,954,215)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for acquisition of operating fixed assets		(4,214,313)	(1,637,034)
Payments for acquisition of intangible assets	5	(29,398)	(10,256)
Proceeds from disposal of operating fixed assets		118,353	21,739
Long term investment made		(347,040)	-
Short term investment made - net		(1,010,000)	(498,757)
Long term loans		(957)	(6,150)
Net cash used in investing activities		<b>(5,483,355)</b>	<b>(2,130,458)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from long term financing	10	329,305	-
Repayment of long term financing	10	(1,560,524)	(1,699,460)
Increase in short term borrowings		823,416	6,086,280
Net cash (used in) / generated from financing activities		<b>(407,803)</b>	<b>4,386,820</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>2,221,960</b>	<b>(1,697,853)</b>
Cash and cash equivalents at the beginning of the period		<b>(2,312,366)</b>	<b>(4,766,370)</b>
<b>Cash and cash equivalents at the end of the period</b>	16	<b>(90,406)</b>	<b>(6,464,223)</b>

The annexed notes from 1 to 24 form an integral part of these unconsolidated condensed interim financial statements.



**Mohomed Bashir**  
Chairman

**Mohammed Zaki Bashir**  
Chief Executive Officer

**Muhammad Kashif Riaz**  
Chief Financial Officer

**GUL AHMED TEXTILE MILLS LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE SIX MONTHS ENDED DECEMBER 31, 2025**

**1 LEGAL STATUS AND ITS OPERATIONS**

1.1 Gul Ahmed Textile Mills Limited (the Company) was incorporated in Pakistan on April 01, 1953 as a private limited company and subsequently converted into a public limited company on January 07, 1955. The Company is a subsidiary of Gul Ahmed Holdings (Private) Limited (the Parent Company) and is listed on Pakistan Stock Exchange Limited (PSX). The Company is principally engaged in the manufacturing and sale of textile products. The registered office is situated at Plot No. H-7, Landhi Industrial Area, Karachi.

The Company has following wholly owned subsidiaries which are engaged in distribution / trading of textile related products while Ideas (Private) Limited also carries out production of finished goods.

<b>Details of subsidiaries</b>	<b>Date of Incorporation</b>	<b>Country of Incorporation</b>	<b>Principal place of business</b>
<b>Direct subsidiaries</b>			
Gul Ahmed International Limited FZC - UAE	December 11, 2002	United Arab Emirates	Sharjah Airport International Free Zone, Government of Sharjah, United Arab Emirates.
Ideas (Private) Limited	December 27, 2004 (Became subsidiary on January 1, 2021)	Pakistan	Plot No. 65/I, Sector-30, Korangi Industrial Area, Karachi, Pakistan.
Gul Ahmed Ecotex (Private) Limited	March 26, 2025	Pakistan	Plot No. H-7, Landhi Industrial Area, Landhi, Karachi, Pakistan.
Gul Ahmed Ecofab (Private) Limited	March 26, 2025	Pakistan	Plot No. H-7, Landhi Industrial Area, Landhi, Karachi, Pakistan.
Gul Ahmed Circular Fabrics (Private) Limited	March 26, 2025	Pakistan	Plot No. H-7, Landhi Industrial Area, Landhi, Karachi, Pakistan.
<b>Indirect subsidiaries</b>			
GTM USA Corporation	March 19, 2012	United States of America	106 Lang Tree Village Dr, Suite 301 Mooresville, NC 28117, United States of America.
Sky Home Corporation - USA	February 28, 2017	United States of America	106 Lang Tree Village Dr, Suite 301 Mooresville, NC 28117, United States of America.
Vantona Home Limited	April 22, 2013	United Kingdom	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
JCCO 406 Limited	September 29, 2017	United Kingdom	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
GTM (Europe) Limited	April 17, 2003	United Kingdom	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
Omnify (Private) Limited	March 12, 2025	Pakistan	Plot No. 65/I, Sector-30, Korangi Industrial Area, Karachi, Pakistan.



Details of Subsidiaries	Date of Incorporation	Country of Incorporation	Principal place of business
Elegant Fashion (Private) Limited	March 19, 2025	Pakistan	Plot No. 65/I, Sector-30, Korangi Industrial Area, Karachi, Pakistan.
Fragrance Fusion (Private) Limited	March 12, 2025	Pakistan	Plot No. 65/I, Sector-30, Korangi Industrial Area, Karachi, Pakistan.

1.2 Geographical locations and addresses of all immoveable properties owned by the Company are as follows :

Area	Address
25.07 Acres	Plot No. HT-4, Landhi Industrial Area, Karachi;
14.9 Acres	Survey No. 82, Deh Landhi, Karachi;
18.56 Acres	Plot No. H-7, Landhi Industrial Area, Karachi;
44.04 Acres	P.U. No. 48, 49, 50, & 51, Deh Khjanto Tapo Landhi, Karachi;
4.17 Acres	Plot No. H-19, Landhi Industrial Area, Karachi;
4,023.16 Sq. yards	Plot No. H-19/1, Landhi Industrial Area, Karachi;
6.83 Acres	Plot 368, 369 & 446, Deh Landhi, Karachi;
12 Acres	Plot-HT 3/A, Landhi, Karachi; and
51.1 Acres	Plot No. H-5 and HT-6, Landhi Industrial Area, Karachi.

Manufacturing facilities, warehouses, ancillary construction, administrative offices etc., are constructed on each of the above mentioned land.

1.3 Geographical locations and addresses of all premises obtained on rental basis are as follows :

#### Address

Plot ST-17/1 and ST-17/3, Federal 'B' Area, Azizabad, Karachi;  
Plot No. H-17 / A, Landhi Industrial Area, Karachi;  
Plot # HT/2 Landhi Industrial Area, Karachi;  
Plot # HT/8, KDA Scheme 3, Landhi Industrial Area, Karachi;  
Plot W2/1-14, Western Industrial Zone, Port Qasim, Karachi;  
Plot # H19/2-B Bin Qasim, Landhi Industrial Area Karachi;  
Survey # 613, Deh Jorejee, Bin Qasim Town, Karachi;  
Survey # 614, Deh Jorejee, Bin Qasim Town, Karachi;  
Survey # 615, Deh Jorejee, Bin Qasim Town, Karachi; and  
22nd Floor, Ocean Mall, Khayaban-e-Iqbal, Block-9, Clifton, Karachi.

The above rental premises are used to carry out warehousing and administrative tasks.

1.4 The Board of Directors of the Company approved the closure of the Company's Export Apparel operations on September 29, 2025, following a strategic review. As of the reporting date, management is in the process of identifying a buyer and deciding which assets will be retained and transferred to other business segments.

## 2 BASIS OF PREPARATION

### 2.1 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except as stated otherwise.

The comparative unconsolidated statement of financial position, presented in these unconsolidated condensed interim financial statements as at December 31, 2025 has been extracted from the unconsolidated financial statements of the Company for the year ended June 30, 2025, whereas the comparative unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows have been extracted from the unconsolidated condensed interim financial statements of the Company for the six months ended December 31, 2024.

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

These unconsolidated condensed interim financial statements are un-audited, however, the same have been subject to limited scope review by the statutory auditors of the Company, and are being submitted to the shareholders, as required by listing regulations of PSX and section 237 of the Companies Act, 2017 (The Act).

The figures of the unconsolidated condensed interim Statement of Profit or Loss, and unconsolidated condensed interim Statement of Comprehensive Income, for the quarter ended December 31, 2025 and December 31, 2024, and notes forming part thereof, have not been reviewed by auditors of the Company, as they have reviewed the cumulative figures for the six months ended December 31, 2025 and December 31, 2024.

## **2.2 Statement of compliance**

These unconsolidated 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 Standard Board (IASB) as notified under the Act ; and
- Provisions of, directives and notifications issued under the Act.

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

## **2.3 Functional and presentation currency**

These unconsolidated condensed interim financial statements are presented in Pakistani rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest thousand rupee, except otherwise stated.

## **2.4 Use of judgements and estimates**

The preparation of these unconsolidated condensed interim financial statements, in conformity with accounting and reporting standards as applicable in Pakistan, requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. Judgments and estimates made by management in the preparation of these unconsolidated condensed interim financial statements are the same as those that were applied to the annual unconsolidated financial statements for the year ended June 30, 2025, except as disclosed in the note 4.1.3.

## **2.5 Change in accounting standards, interpretations and amendments to published accounting and reporting standards**

### **(a) New standards, amendments and interpretations that are effective for the accounting period beginning July 01, 2025**

There are certain amendments and interpretations to accounting and reporting standards which are mandatory for the Company's annual accounting period beginning July 01, 2025; however, these do not have any significant impact on these unconsolidated condensed interim financial statements.

### **(b) Standards, interpretations and amendments to published approved accounting standards not yet effective**

There are certain amendments to published accounting and reporting standards that will be applicable for the financial year beginning on or after July 01, 2026 but are considered not to be relevant or to have any significant effect on these unconsolidated condensed interim financial statements.

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### 3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and the methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are same as those applied in the preparation of the unconsolidated financial statements for the year ended June 30, 2025.

The Company follows the practice of conducting actuarial valuation annually at year end. Hence, the impact of re-measurement of post-employment benefit plan has not been incorporated in these unconsolidated condensed interim financial statements. However, the management has used the assumptions of their appointed expert as of June 30, 2025 for calculating the amount of provision and incorporated the resultant in these condensed interim financial statements.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025	
------(Rupees in '000)-----				
<b>4</b>	<b>PROPERTY, PLANT AND EQUIPMENT</b>			
	Operating fixed assets	4.1	50,977,167	48,777,835
	Capital work in progress (CWIP)	4.2	2,636,768	2,116,772
			<u>53,613,935</u>	<u>50,894,607</u>
<b>4.1</b>	<b>Operating fixed asset</b>			
	<u>The movement of balance during the period / year :</u>			
	Opening balance - Written down value (WDV)		48,777,835	49,416,906
	Transfers from CWIP	4.1.1	3,848,823	3,976,277
	Adjustments during the period / year		-	8,120
	Disposals (WDV)	4.1.2	(141,420)	(64,657)
	Depreciation charged	4.1.3	(1,508,071)	(4,558,811)
	Closing balance (WDV)		<u>50,977,167</u>	<u>48,777,835</u>
<b>4.1.1</b>	<b>Transfers from CWIP during the period / year</b>			
	Buildings and structures on leasehold land		472,300	479,558
	Plant and machinery		3,283,436	3,160,737
	Furniture and fixtures		598	52,877
	Office equipment		74,046	240,953
	Vehicles		18,443	42,152
			<u>3,848,823</u>	<u>3,976,277</u>
<b>4.1.2</b>	<b>Disposals during the period / year - (WDV)</b>			
	Plant and machinery		125,620	64,657
	Vehicles		15,800	-
			<u>141,420</u>	<u>64,657</u>
<b>4.1.3</b>	<b>During the period, the management, with the involvement of relevant external experts, reassessed the useful lives of certain items of plant &amp; machinery and building in light of their current condition, operational efficiency and expected future economic benefits.</b>			

As a result of this review, the useful lives of certain assets were revised with effect from July 01, 2025. The change has been accounted for as a change in accounting estimate in accordance with International Accounting Standard (IAS) - 8 "Accounting Policies, Changes in Accounting Estimates and Errors" and has been applied prospectively.

Had there been no change in the use lives of plant and machinery and buildings, the loss for the six-month period would have been higher by Rs. 732.449 million.

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		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		------(Rupees in '000)-----	
<b>4.2</b>	<b>Capital work in progress</b>		
	<b>Note</b>		
<u>The movement of balance during the period / year :</u>			
	Opening balance	2,116,772	606,902
	Additions	4,368,819	5,486,148
	Transfers to operating fixed assets	(3,848,823)	(3,976,277)
	Closing balance	<u>2,636,768</u>	<u>2,116,772</u>

**4.2.1** Additions during the period / year

Plant and machinery	4,016,018	3,959,158
Land, Buildings and structures on leasehold land	274,115	1,181,689
Others	78,686	345,301
	<u>4,368,819</u>	<u>5,486,148</u>

**4.2.2** This includes mark up capitalised during the construction period amounting to Rs. 154 million (June 30, 2025: Rs. 123 million). Effective rate of mark-up capitalised is 11.86% (June 30, 2025: 15.98%) per annum.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		------(Rupees in '000)-----	
<b>5</b>	<b>INTANGIBLE ASSETS</b>		
	<b>Note</b>		
	Computer software	39,055	45,221
	Capital work in progress (CWIP)	27,398	-
		<u>66,453</u>	<u>45,221</u>

**5.1** Computer software

The movement of balance during the period / year :

Opening balance - (WDV)	45,221	45,484
Additions	2,000	16,934
Amortisation charged	(8,166)	(17,197)
Closing balance - (WDV)	<u>39,055</u>	<u>45,221</u>

**5.2** This represents cost incurred on upgradation of the Company' existing ERP to Oracle Fusion. The project is currently under implementation.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		------(Rupees in '000)-----	
<b>6</b>	<b>LONG TERM INVESTMENTS</b>		
	<b>Note</b>		
Investment in subsidiary companies at cost			
	- Gul Ahmed International Limited	58,450	58,450
	- Ideas (Private) Limited	3,462,756	3,462,756
	- Gul Ahmed Ecotex (Private) Limited	89,351	2,841
	- Gul Ahmed Ecofab (Private) Limited	89,351	2,841
	- Gul Ahmed Circular Fabrics (Private) Limited	178,593	4,573
		<u>3,878,501</u>	<u>3,531,461</u>
Investment at amortised cost			
	- Term Finance Certificate (TFCs)	70,000	70,000
		<u>3,948,501</u>	<u>3,601,461</u>

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6.1 This represents amount paid by the Company on behalf of its subsidiaries for the purchase of land in a Special Economic Zone (SEZ), for which shares will issued by the respective subsidiaries.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
	Note	------(Rupees in '000)-----	
<b>7</b>	<b>LOANS, ADVANCES AND OTHER RECEIVABLES</b>	<b>5,668,148</b>	<b>3,831,814</b>

7.1 This includes Rs. 2,439 million receivable from a panel of insurance companies against claims filed for loss of stock-in-trade, in rain and fire incidents during the period. The claims have been duly lodged in accordance with the insurance policy terms, and assessment by the insurers is in progress. Management expects the claim to be settled in due course; difference (if any) between the claimed and approved amount will be recognized in profit or loss upon final settlement.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
	Note	------(Rupees in '000)-----	
<b>8</b>	<b>SHORT TERM INVESTMENTS</b>		
	Term deposit receipts (TDRs)	<b>1,989,000</b>	<b>979,000</b>

8.1 These TDRs are placed against bank guarantee margin. TDR carries markup at the rate of 9.6% to 11% (June 30, 2025: 9.6% to 11%) per annum.

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
		------(Rupees in '000)-----	
<b>9</b>	<b>RESERVES</b>		
	Capital reserves		
	Amalgamation reserve	<b>8,252,059</b>	8,252,059
	Against long term investments, capacity expansion and BMR	<b>23,000,000</b>	23,000,000
		<b>31,252,059</b>	31,252,059
	Revenue reserve		
	Unappropriated profit	<b>10,060,002</b>	10,200,284
		<b>41,312,061</b>	41,452,343

**10 LONG TERM FINANCING - SECURED**

The change arising from financing activities on long term financing during the period / year

Opening balance	<b>19,270,655</b>	17,825,523
Obtained	<b>329,305</b>	4,700,000
Unwinding of interest	<b>12,297</b>	28,251
Repayments	<b>(1,560,524)</b>	(3,283,119)
Closing balance	<b>18,051,733</b>	19,270,655
Current portion shown under current liabilities	<b>(3,586,665)</b>	(3,128,180)
	<b>14,465,068</b>	16,142,475

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		(Un-audited) December 31, 2025	(Audited) June 30, 2025
	Note	------(Rupees in '000)-----	
<b>11</b>	<b>SHORT TERM BORROWINGS</b>		
	<u>Local currency:</u>		
	Running finance	620,750	2,478,795
	Export refinance scheme	23,361,400	22,161,400
	Other short term finances	<u>2,313,000</u>	<u>4,204,545</u>
		<b>26,295,150</b>	<b>28,844,740</b>
	<u>Foreign currency:</u>		
	Export facilitation scheme	8,450,286	8,645,751
	Foreign currency import finance	2,022,929	783,043
	Foreign currency export finance	<u>14,354,710</u>	<u>13,884,170</u>
		<b>24,827,925</b>	<b>23,312,964</b>
	11.1	<b><u>51,123,075</u></b>	<b><u>52,157,704</u></b>

**11.1** The available borrowing limit from various banks amounts to Rs. 72,523 million (June 30, 2025: Rs. 67,325 million). Local currency borrowings markup range from 7.5% to 12.4% (June 30, 2025: 8% to 12.5%) per annum payable quarterly, whereas, foreign currency borrowings markup range from 2.5% to 5% (June 30, 2025: 2.5% to 5%) per annum. These are secured against pari passu hypothecation charge over stores and spares, stock-in-trade, trade debts and other receivables. Unavailed facility at the period end was Rs. 21,400 million (June 30, 2025: Rs. 15,167 million).

## **12 CONTINGENCIES AND COMMITMENTS**

### **12.1 Contingencies**

The status of contingencies, as reported in the annual unconsolidated financial statements for the year ended June 30, 2025, has remained unchanged during the current period except for the following new developments:

**12.1.1** Regarding the matter of super tax, as disclosed in Note 24.8 to the unconsolidated financial statements for the year ended June 30, 2025, following the passage of the 27th Amendment on November 13, 2025, the Supreme Court no longer has jurisdiction to hear certain cases, including super tax cases. Accordingly, these cases were transferred to a newly established court, the Federal Constitutional Court (FCC). On January 27, 2026, the Federal Constitutional Court decided the case against the Company. The amount of super tax has been fully provided in these condensed interim financial statements.

**12.1.2** Regarding the matter of the Off Grid (Captive Power Plant) Levy as disclosed in Note 24.13 to the unconsolidated financial statements for the year ended June 30, 2025, the Honourable Islamabad High Court vide its order dated July 31, 2025 decided the case against the Company and dismissed the petition.

Furthermore, the Company filed constitutional petition before the Honourable Balochistan High Court challenging the Gas Levy Ordinance as well as the levy amounts for March 2025 onwards. On October 28, 2025, the Honourable Balochistan High Court dismissed all constitutional petitions filed by various companies challenging the validity of the Off-Grid (Captive Power Plants) Levy Act, 2025.

The Company has now filed an appeal before the Islamabad High Court against the judgment passed by the Honourable Balochistan High Court, and the case is currently pending for hearing. Regarding the case filed by the Company against the notification challenging with its retrospective implication from February 01, 2025 to March 06, 2025, the case has been decided by the Honourable Sindh High Court in favour of Company vide its judgment dated January 12, 2026.

### **12.2 Guarantees and others**

**12.2.1** Guarantees of Rs. 5,991 million (June 30, 2025: Rs. 5,464 million) have been issued by banks on behalf of the Company which are secured by pari passu hypothecation charge over stores and spares, stock-in-trade, trade debts and other receivables. These guarantees includes guarantees issued by related parties amounting to Rs. 2,980 million (June 30, 2025: Rs. 2,980 million).



- 12.2.2 Post dated cheques of Rs. 30,253 million (June 30, 2025: Rs. 30,298 million) are issued to Custom Authorities in respect of duties on imported items availed on the basis of consumption and export plans.
- 12.2.3 Bills discounted amounted to Rs. 8,064 million (June 30, 2025: Rs. 11,220 million), including bills discounted from related parties amounting to Rs. 2,723 million (June 30, 2025: Rs. 3,643 million).
- 12.2.4 Corporate guarantee of Rs. 259 million (June 30, 2025: Rs. 264 million), Rs. 1,114 million (June 30, 2025: Rs. 1,129 million) and Rs. 252 million (June 30, 2025: Rs. 256 million) have been issued to various banks in favor of subsidiary companies - GTM (Europe) Limited - UK, Gul Ahmed International FZC - UAE and Sky Home Corp- USA respectively.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
------(Rupees in '000)-----			
<b>12.3 Commitments</b>			
Capital expenditure for plant and machineries		<u>2,086,084</u>	3,892,512
Capital expenditure for intangible assets		<u>155,255</u>	-
Other than capital expenditure	12.3.1	<u>10,757,758</u>	22,222,457
Forward foreign exchange contracts	12.3.2	<u>28,933,578</u>	9,183,718

12.3.1 Other than capital expenditure includes commitments for purchase of raw materials and stores and spares.

12.3.2 This includes forward foreign exchange contracts amounting to USD 30 million (2025: USD 30 million), equivalent to Rs. 8,450 million (June 30, 2025: Rs. 8,646 million) obtained under pre-shipment exports. The Company is obligated to provide export documents against such amount. The above liability has been appropriately recorded under Export Facilitation Scheme and is disclosed in note 11 of these unconsolidated condensed interim financial statements.

	Note	(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
------(Rupees in '000)-----			
<b>13 REVENUE FROM CONTRACT WITH CUSTOMERS - NET</b>			
<b>Export sales</b>			
Direct		51,309,300	56,875,230
Indirect		<u>15,078,059</u>	23,197,995
		<u>66,387,359</u>	80,073,225
Trade and other discount		(392,385)	(661,108)
Commission		(1,200,619)	(963,489)
Sales tax		<u>(2,300,043)</u>	(3,542,182)
		<u>62,494,312</u>	74,906,446
<b>Local sales</b>	13.1	<u>9,028,304</u>	8,222,628
Brokerage		(155,298)	(237,968)
Sales tax		<u>(1,381,253)</u>	(1,254,299)
		<u>7,491,753</u>	6,730,361
		<u>69,986,065</u>	81,636,807

13.1 Local sales include revenue from in-house manufacturing services on behalf of third party of Rs. 643 million (December 31, 2024: Rs. 471 million).

13.2 Information with respect to disaggregation of revenue by internal segment and geographical location is disclosed in note 17 of these unconsolidated condensed interim financial statements.

13.3 All revenue is earned from shariah permissible business.

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## 17.1 Segment Profitability (Un-audited)

	Spinning		Home Textile		All Other Segments		Elimination of Inter Segment Transactions		Total	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees in ' 000)									
Sales to external customers	15,515,112	22,569,156	47,677,126	48,434,691	6,793,827	10,632,960	-	-	69,986,065	81,636,807
Intersegmental sales	2,689,454	5,907,567	8,553,995	8,829,233	4,719,249	5,845,784	(15,962,698)	(20,582,584)	-	-
Cost of sales	(17,331,980)	(25,544,551)	(52,906,090)	(53,203,676)	(10,279,180)	(15,605,893)	15,962,698	20,582,584	(64,554,552)	(73,771,536)
<b>Gross profit</b>	<b>872,586</b>	<b>2,932,172</b>	<b>3,325,031</b>	<b>4,060,248</b>	<b>1,233,896</b>	<b>872,851</b>	<b>-</b>	<b>-</b>	<b>5,431,513</b>	<b>7,865,271</b>
Distribution cost and Administrative cost	(231,808)	(259,654)	(2,614,993)	(2,717,225)	(949,841)	(1,013,325)	-	-	(3,796,642)	(3,990,204)
Profit before levies and taxation before charging following	640,778	2,672,518	710,038	1,343,023	284,055	(140,474)	-	-	1,634,871	3,875,067
Finance costs									(2,390,057)	(3,389,635)
Other expense - net									(26,667)	(134,636)
Other income									828,963	1,041,333
<b>Profit / (loss) before levies and taxation</b>									<b>(1,587,761)</b>	<b>(2,482,938)</b>
Levies and income tax									47,110	1,392,129
<b>Profit after Levies and taxation</b>									<b>(187,392)</b>	<b>(380,304)</b>
<b>Profit after Levies and taxation</b>									<b>(140,282)</b>	<b>1,011,825</b>
Depreciation and amortisation expense	429,211	621,111	326,336	526,834	760,689	1,095,324	-	-	1,516,237	2,243,269

## 17.2 Segment assets and liabilities

	Spinning		Home Textile		All other segments		Un-allocated		Total	
	Un-audited December 31, 2025	Audited June 30, 2025	Un-audited December 31, 2025	Audited June 30, 2025	Un-audited December 31, 2025	Audited June 30, 2025	Un-audited December 31, 2025	Audited June 30, 2025	Un-audited December 31, 2025	Audited June 30, 2025
	(Rupees in ' 000)									
Assets	32,941,418	32,572,319	62,488,121	72,271,204	19,873,574	20,847,799	30,002,706	25,403,527	145,305,818	151,094,849
Liabilities	(11,992,137)	(11,488,190)	(14,408,025)	(22,373,512)	(9,758,929)	(10,801,574)	(60,434,072)	(57,578,636)	(96,593,163)	(102,241,912)
Segment Capital and Intangible Expenditure	1,407,617	477,342	636,194	1,784,291	264,413	1,170,018	2,062,594	1,956,683	4,370,819	5,388,334

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17.3 Unallocated items represent those assets and liabilities which are common to all segments and these include investment in subsidiaries, long term deposits, other receivables, deferred liabilities, certain general borrowing and other corporate assets and liabilities.

17.4 Information about major customer

Sales to a major customer whose revenue exceeds 10% of gross sales is Rs. 23,217 million (December 31, 2024: Rs. 18,924 million).

	Revenue from contract with customers - net		Non - current assets	
	For the six months ended (Un-audited)		(Un-audited)	(Audited)
	December 31, 2025	December 31, 2024	December 31, 2025	June 30, 2025
	------(Rupees in '000)-----			
17.5 Information by geographical area				
Pakistan	20,425,068	26,624,143	58,130,921	54,650,566
Germany	14,095,529	16,316,398	-	-
United Kingdom	6,622,743	5,755,102	-	-
United States of America	4,538,792	7,004,514	-	-
Italy	3,640,098	4,571,802	-	-
Denmark	3,446,528	3,374,881	-	-
France	2,920,957	3,995,272	-	-
Netherlands	2,893,895	3,479,485	-	-
Sweden	2,755,848	1,502,635	-	-
Poland	2,125,577	3,291,042	-	-
Spain	1,619,697	1,978,694	-	-
China	1,405,315	966,352	-	-
United Arab Emirates	386,118	466,883	58,450	58,450
Other Countries	4,858,201	4,172,169	-	-
	<b>71,734,368</b>	<b>83,499,372</b>	<b>58,189,371</b>	<b>54,709,016</b>

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18 **TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

The related parties comprise of subsidiaries, associated companies, companies where directors also hold directorship, directors of the Company and key management personnel. The Company in the normal course of business carried out transaction with various related parties as per agreed rates.

<u>Name of the Related Party</u>	<u>Country of Incorporation</u>	<u>Basis of relationship</u>	<u>Percentage of Shareholding</u>	<u>Transactions during the period</u>	<u>(Un-audited)</u>	
					<u>December 31, 2025</u>	<u>December 31, 2024</u>
					<u>----- (Rupees in '000) -----</u>	
Ideas (Private) Limited	Pakistan	Subsidiary Company	100%	Sale of goods	<b>921,277</b>	879,875
				Sharing of common expense	<b>43,298</b>	406,785
				Payment on behalf of	<b>2,705</b>	25,096
GTM (Europe) Limited - UK	United Kingdom	Indirect Subsidiary Company	100%	Sale of goods	<b>4,803,625</b>	3,819,120
				Sales through subsidiaries acting as agents	<b>1,319,280</b>	1,639,075
GTM USA Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Sale of goods	<b>664,447</b>	691,532
Vantona Home Limited	United Kingdom	Indirect Subsidiary Company	100%	Sales through subsidiaries acting as agents	<b>160,540</b>	59,887
Sky Home Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Sale of goods	<b>643,830</b>	277,141
				Commission paid	<b>79,523</b>	216,006
Gul Ahmed Ecotex (Private) Limited	Pakistan	Subsidiary Company	100%	Investment made	<b>86,510</b>	-
Gul Ahmed Ecofab (Private) Limited	Pakistan	Subsidiary Company	100%	Investment made	<b>86,510</b>	-
Gul Ahmed Circular Fabrics (Private) Limited	Pakistan	Subsidiary Company	100%	Investment made	<b>174,020</b>	-
Grand Industries (Private) Limited	Pakistan	Common Directorship	7.86%	Rent paid	<b>600</b>	300
Swisstex Chemicals (Private) Limited	Pakistan	Common Directorship	2.99%	Purchase of goods	<b>19,966</b>	67,224
Win Star (Private) Limited	Pakistan	Common Directorship	-	Purchase of goods	<b>55,572</b>	17,944
Haji Ali Mohammad Foundation	Pakistan	Common Directorship	-	Rent paid	<b>480</b>	480
The Pakistan Business Council	Pakistan	Common Directorship	-	Fees paid	<b>2,500</b>	2,500
Pakistan Textile Council	Pakistan	Common Directorship	-	Donations paid	-	1,250
Habib University	Pakistan	Common Directorship	-	Donations paid	<b>856</b>	750
Habib University Foundation	Pakistan	Common Directorship	-	Donations paid	-	2,500
Landhi Association of Trade and Industry	Pakistan	Common Directorship	-	Donations paid	<b>600</b>	-
Habib Metropolitan Bank Limited	Pakistan	Common Directorship	-	Bills discounted	<b>8,450,401</b>	10,701,117
				Markup on short term financing	<b>69,510</b>	134,501
Standard Chartered Pakistan Limited	Pakistan	Common Directorship	-	Bills discounted	<b>3,396,724</b>	1,412,331
				Markup on short term financing	<b>152,654</b>	214,146
Employee Provident Fund Trust	Pakistan	Employee Retirement Fund	0.42%	Company's contribution to provident fund	<b>207,366</b>	210,256
Board of Directors	Pakistan	Directorship	-	Meeting fees	<b>3,400</b>	4,300

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<u>Name of the Related Party</u>	<u>Country of Incorporation</u>	<u>Basis of Relationship</u>	<u>Percentage of shareholding</u>	<u>Nature of outstanding balances</u>	(Un-audited)	(Audited)
					December 31, 2025	June 30, 2025
					----- (Rupees in '000) -----	
Ideas (Private) Limited	Pakistan	Subsidiary Company	100%	Trade debts	704,108	1,022,892
GTM (Europe) Limited - UK	United Kingdom	Indirect Subsidiary Company	100%	Trade debts	3,842,216	2,598,530
Vantona Home Limited	United Kingdom	Indirect Subsidiary Company	100%	Trade debts	132,007	77,970
Sky Home Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade debts	539,717	257,439
GTM USA Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade debts	290,063	48,866
Gul Ahmed Circular Fabrics (Private) Limited	Pakistan	Subsidiary Company	100%	Other receivable	4,380	-
Gul Ahmed Ecofab (Private) Limited	Pakistan	Subsidiary Company	100%	Other receivable	2,191	-
Gul Ahmed Ecotex (Private) Limited	Pakistan	Subsidiary Company	100%	Other receivable	2,191	-
Designers Linen INC.	Pakistan	Associates	-	Other receivable	6,649	-
GTM (Europe) Limited - UK	United Kingdom	Indirect Subsidiary Company	100%	Other receivable	46,678	-
GTM (Europe) Limited - UK	United Kingdom	Indirect Subsidiary Company	100%	Trade and other payables	-	32,346
GTM USA Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade and other payables	105,246	38,469
Sky Home Corporation - USA	United States of America	Indirect Subsidiary Company	100%	Trade and other payables	22,297	104,203
Win Star (Private) Limited	Pakistan	Associated Company	-	Trade and other payables	5,706	26,022
Swisstex Chemicals (Private) Limited	Pakistan	Associated Company	2.99%	Trade and other payables	-	398
Grand Industries (Private) Limited	Pakistan	Associated Company	7.86%	Trade and other payables	4,570	4,617
TPL Properties Limited	Pakistan	Associated Company	-	Trade and other payables	22,049	22,049
Habib Metropolitan Bank	Pakistan	Associated Company	-	Bills discounted	2,629,808	3,268,644
				Short term borrowings	6,199,813	5,104,921
				Accrued markup	33,986	20,798
				Prepaid discounting	17,403	8,670
				Corporate Guarantee	2,960,272	2,960,272
Standard Chartered Pakistan Limited	Pakistan	Associated Company	-	Bills discounted	95,637	374,578
				Short term borrowings	4,319,726	3,629,829
				Accrued markup	42,324	52,129
				Corporate Guarantee	19,900	19,900
Employee Provident Fund Trust	Pakistan	Associated Company	-	Payable to employee's provident fund	-	47,732
				Receivable from employee's provident fund	122,788	-
Key management Personnel	-	Associate	-	Loan provided	121,223	128,615

There are no transactions with directors of the Company and key management personnel other than under the terms of employment for the six months ended December 31, 2025 amounting to Rs. 1,415 million (December 31, 2024: Rs. 1,288 million) on account of remuneration.

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**19 FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES**

The Company's activities expose it to a variety of financial risk. There have been no changes in any risk management policies since the year end.

**20 FAIR VALUE OF ASSETS AND LIABILITIES**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Company while assessing fair values uses valuation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimising the use of unobservable inputs. Fair values are categorised into following three levels based on the input used in the valuation techniques;

- **Level 1** Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.
- **Level 2** Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- **Level 3** Inputs are unobservable inputs for the asset or liability inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

If inputs used to measure the fair values of an asset or a liability fall into different levels then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Transfers, if any, between levels of the fair value hierarchy is recognised at the end of the reporting period during which the transfer has occurred. The Company's policy for determining when transfers between levels in the hierarchy have occurred includes monitoring of changes in market and trading activity and changes in inputs used in valuation techniques.

As at period end the fair value of all the financial assets and liabilities approximates to their carrying values. The operating fixed asset is carried at cost less accumulated depreciation and impairment if any, except free-hold land, lease-hold land and capital work in progress which are stated at cost. Long term investments in subsidiaries represent the investment in unquoted shares of companies carried at cost and investment in TFCs carried at amortised cost. The Company does not expect that unobservable inputs may have significant effect on fair values. The fair values of forward exchange contracts is determined based on the forward exchange rates at the reporting date included in the level 2 of the fair value hierarchy. The fair value of short term investments are determined on the basis of net asset value of the fund reported at Mutual Funds Association of Pakistan and is included in Level 2 of the fair value hierarchy.

**21 DISCLOSURE REQUIREMENT FOR SHARIAH COMPLIANT COMPANIES**

As per the requirements of the fourth schedule to the Act, Shariah compliant companies and companies listed on the Islamic index shall disclose the following:

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
------(Rupees in '000)-----			
<b>Statement of Financial Position</b>			
Cash and bank balances		108,918	5,359
Long term borrowings	10	7,464,834	7,735,958
Short term borrowings	11	18,364,343	17,155,940
Accrued markup		211,325	300,589
		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
------(Rupees in '000)-----			
<b>Statement of Profit or Loss</b>			
Revenue from contracts with customers	13	69,986,065	81,636,807
Finance costs		908,384	1,010,420

**22 CORRESPONDING FIGURES**

Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purpose of comparison, the effects of which are not material.

**23 GENERAL**

Allocations for the workers' profit participation fund, workers' welfare fund and provision for taxation are provisional and final liability will be determined on the basis of annual results.

**24 DATE OF AUTHORISATION**

These unconsolidated condensed interim financial statements were authorised and approved for issue on \_\_\_\_\_  
by the Board of Directors of the Company.



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**Mohomed Bashir**  
Chairman

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**Mohammed Zaki Bashir**  
Chief Executive Officer

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**Muhammad Kashif Riaz**  
Chief Financial Officer

**CONSOLIDATED**

Gul Ahmed Textile Mills Limited  
Consolidated Condensed Interim Statement of Financial Position  
As at 31 December 2025

	Note	(Un-audited) 31 December 2025	(Audited) 30 June 2025
(Rupees in '000)			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	58,606,908	55,384,267
Right of use assets	6	3,514,017	4,247,834
Intangible assets	7	189,157	181,206
Long term investment	8	70,000	70,000
Long term loans		22,444	21,487
Long term advances and deposits		902,400	512,483
Deferred Taxation - net		1,109,279	1,004,141
<b>Total non-current assets</b>		<b>64,414,205</b>	<b>61,421,418</b>
<b>CURRENT ASSETS</b>			
Stores and spares		2,800,271	2,856,321
Stock-in-trade		63,567,191	72,901,493
Trade debts		17,091,018	21,520,605
Loans, advances and other receivables	9	6,044,177	4,685,884
Short term prepayments		738,303	184,658
Receivable from government		6,393,467	5,729,576
Short term investment	10	2,989,000	979,000
Cash and bank balances		1,287,343	559,457
<b>Total current assets</b>		<b>100,910,770</b>	<b>109,416,994</b>
<b>Total Assets</b>		<b>165,324,976</b>	<b>170,838,412</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised share capital 5,000,000,000 (30 June 2023: 5,000,000,000) ordinary shares of Rs.10 each		50,000,000	50,000,000
Issued, subscribed and paid-up share capital 740,059,458 ordinary shares of Rs. 10 each (30 June 2023: 740,059,458 ordinary shares of Rs. 10 each)		7,400,594	7,400,594
Reserves	11	44,458,093	44,439,603
		51,858,687	51,840,197
<b>NON-CURRENT LIABILITIES</b>			
Long term financing	12	16,340,068	18,392,475
Lease Liability against right of use asset	13	3,727,068	4,383,400
Deferred income - government grant		40,436	50,620
Defined benefit plan - staff gratuity		296,902	475,267
Long term deposits		22,269	22,269
<b>Total non-current liabilities</b>		<b>20,426,743</b>	<b>23,324,031</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		29,699,436	31,843,262
Accrued mark-up / profit		566,812	886,790
Short term borrowings	14	55,604,552	56,082,057
Current maturity of long term financing	12	4,711,666	3,878,180
Current maturity of lease liability against right of use asset		1,091,738	1,094,691
Current maturity of deferred government grant		21,922	24,035
Unclaimed dividend		9,365	9,365
Unpaid dividend		23,505	23,505
Taxation-net		1,310,550	1,832,299
<b>Total current liabilities</b>		<b>93,039,546</b>	<b>95,674,184</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
<b>Total Equity and Liabilities</b>	15	<b>165,324,976</b>	<b>170,838,412</b>

The annexed notes from 1 - 26 form an integral part of these consolidated financial statements.

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer

**MUHAMMAD KASHIF RIAZ**  
Chief Financial Officer

# Gul Ahmed Textile Mills Limited

## Consolidated Condensed Interim Statement of Profit or Loss (Unaudited)

For the six months ended December 2025

(Unaudited)					
	Note	Six Months Ended		Three Months Ended	
		31 December 2025	31 December 2024	31 December 2025	31 December 2024
----- (Rupees in '000) -----					
Sales - net	17	<b>85,486,787</b>	94,597,107	<b>36,709,679</b>	45,679,061
Cost of sales		<b>(73,815,846)</b>	(81,099,758)	<b>(32,082,811)</b>	(38,562,684)
Gross profit		<b>11,670,941</b>	13,497,349	<b>4,626,868</b>	7,116,377
Selling and distribution cost		<b>(5,323,419)</b>	(5,311,072)	<b>(2,583,374)</b>	(2,503,848)
Administrative cost		<b>(3,861,353)</b>	(3,152,798)	<b>(1,772,322)</b>	(1,545,846)
Other operating cost		<b>(16,483)</b>	(323,875)	<b>54,607</b>	(247,342)
		<b>(9,201,255)</b>	(8,787,745)	<b>(4,301,089)</b>	(4,297,036)
		<b>2,469,686</b>	4,709,604	<b>325,779</b>	2,819,341
Other income		<b>1,116,682</b>	1,155,140	<b>703,346</b>	125,197
Operating profit		<b>3,586,368</b>	5,864,744	<b>1,029,125</b>	2,944,538
Finance cost		<b>(3,236,564)</b>	(4,324,694)	<b>(1,479,122)</b>	(2,097,755)
Profit before levies and income tax		<b>349,804</b>	1,540,050	<b>(449,997)</b>	846,783
Levies	18	<b>(548,549)</b>	(801,961)	<b>(118,129)</b>	(286,350)
Profit before income tax		<b>(198,745)</b>	738,089	<b>(568,126)</b>	560,433
Taxation	19	<b>249,441</b>	283,484	<b>311,722</b>	126,271
Profit after taxation		<b>50,696</b>	1,021,573	<b>(256,404)</b>	686,704
Earnings per share - basic and diluted (Rs.)		<b>0.07</b>	1.38	<b>(0.35)</b>	0.93

The annexed notes from 1 - 26 form an integral part of these consolidated financial statements.

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer

**MUHAMMAD KASHIF RIAZ**  
Chief Financial Officer

# Gul Ahmed Textile Mills Limited

## Consolidated Condensed Interim Statement of Comprehensive Income (Unaudited)

For the six months ended December 2025

	<b>(Unaudited)</b>			
	<b>Six Months Ended</b>		<b>Three Months Ended</b>	
	<b>31 December</b>	31 December	<b>31 December</b>	31 December
	<b>2025</b>	2024	<b>2025</b>	2024
	<b>----- (Rupees in '000) -----</b>			
<b>Profit after taxation</b>	<b>50,696</b>	1,021,573	<b>(256,404)</b>	686,704
<b>Other comprehensive income</b>				
Exchange difference on translation of foreign subsidiaries	<b>(32,206)</b>	2,484	<b>(91,393)</b>	(56,703)
<b>Total comprehensive income</b>	<b>18,490</b>	1,024,057	<b>(347,797)</b>	630,001

The annexed notes from 1 - 26 form an integral part of these consolidated financial statements.

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer

**MUHAMMAD KASHIF RIAZ**  
Chief Financial Officer

Gul Ahmed Textile Mills Limited  
Consolidated Condensed Interim Statement of Changes in Equity  
For the six months ended December 2025

	Reserves							Total Equity
	Capital reserve		Exchange difference on translation of foreign subsidiaries	Statutory reserve created by foreign subsidiary	Unappropriated profit	Total reserves		
	Against long-term investments, capacity expansion and BMR	Amalgamation Reserve						
	Share capital							
Rupees '000								
<b>Balance as at June 30, 2024 (Audited)</b>	7,400,594	23,000,000	8,252,059	(302,206)	20,845	8,956,407	39,927,105	47,327,699
Reclassification of reserves (note 8)		-			3,248	(3,248)	-	-
<b>Total comprehensive income for the six months ended December 31, 2024</b>								
Profit after taxation						1,021,573	1,021,573	1,021,573
Other comprehensive income	-			2,484			2,484	2,484
	-	-	-	2,484	-	1,021,573	1,024,057	1,024,057
<b>Balance as at December 31, 2024 (Un-Audited)</b>	7,400,594	23,000,000	8,252,059	(299,722)	24,093	9,974,732	40,951,162	48,351,756
<b>Total comprehensive income for the six months ended June 30, 2025 (Audited)</b>								
Profit after taxation						3,432,846	3,432,846	3,432,846
Other comprehensive income	-	-	-	(21,345)	-	76,940	55,595	55,595
	-	-	-	(21,345)	-	3,509,786	3,488,441	3,488,441
<b>Balance as at June 30, 2025</b>	7,400,594	23,000,000	8,252,059	(321,067)	24,093	13,484,518	44,439,603	51,840,197
<b>Total comprehensive income for the six months ended December 31, 2025 (un-audited)</b>								
Profit after taxation	-	-	-	-	-	50,696	50,696	50,696
Other comprehensive Income	-	-	-	(32,206)	-	-	(32,206)	(32,206)
	-	-	-	(32,206)	-	50,696	18,490	18,490
<b>Balance as at December 31, 2025 (un-audited)</b>	7,400,594	23,000,000	8,252,059	(353,273)	24,093	13,535,214	44,458,093	51,858,687

The annexed notes from 1 - 26 form an integral part of these consolidated financial statements.

MOHOMED BASHIR  
Chairman

MOHAMMED ZAKI BASHIR  
Chief Executive

MUHAMMAD KASHIF RIAZ  
Chief Financial Officer

Gul Ahmed Textile Mills Limited  
Consolidated Condensed Interim Statement of Cash Flows (Unaudited)  
For the six months ended December 2025

	Note	31 December 2025	31 December 2024
(Rupees in '000)			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before levies and income tax		349,804	1,540,050
<b>Adjustments for:</b>			
Depreciation on property, plant and equipment	5.1	1,805,550	2,494,021
Depreciation on right-of-use assets	6	527,140	318,930
Amortisation	7	17,624	17,495
Provision for gratuity		58,008	104,307
Finance cost		3,236,564	4,324,694
De recognition on lease liability against right-of-use asset		(5,890)	172,973
Provision for slow moving / obsolete stores and spares		7,714	(19,400)
Provision for slow moving stock		90,793	89,847
Amortisation of government grant		(12,297)	(14,338)
(Gain) / loss on disposal of property, plant and equipment - net		22,773	51,141
Expected credit loss against doubtful trade debts		144,947	29,021
		<b>5,892,926</b>	<b>7,568,691</b>
<b>Changes in working capital:</b>			
Stores and spares		48,336	247,133
Stock-in-trade		9,243,509	(2,874,965)
Trade debts		4,284,640	(2,284,813)
Loans, advances and other receivables		(1,358,293)	(1,438,332)
Short term prepayments		(553,645)	(281,791)
Receivable from government		120,913	991,284
Long term loans		(957)	(7,524)
Long term deposits		(389,917)	5,400
Trade and other payables		(2,141,592)	(4,007,481)
Net increase / (decrease) in working capital		<b>9,252,994</b>	<b>(9,651,089)</b>
Gratuity paid		(236,373)	(147,646)
Tax paid		(1,710,799)	(1,479,509)
		<b>(1,947,172)</b>	<b>(1,627,155)</b>
Net cash generated from operating activities		<b>13,548,551</b>	<b>(2,169,503)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Additions in property, plant and equipment		(5,017,439)	(2,064,879)
Additions in intangible assets		(29,398)	(11,799)
Short term investment made - net		(2,010,000)	(498,757)
Proceeds from sale of property, plant and equipment		119,655	24,130
Net cash used in investing activities		<b>(6,937,182)</b>	<b>(2,551,305)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term financing obtained		329,305	2,500,000
Long term financing repaid		(1,560,524)	(1,699,460)
Payments against lease liability against right-of-use assets		(812,368)	(672,812)
Short term borrowings - net		1,020,806	6,504,990
Finance cost paid		(3,330,185)	(4,709,297)
Net cash generated from financing activities		<b>(4,352,966)</b>	<b>1,923,420</b>
Exchange difference on translation of foreign subsidiaries		(32,206)	2,484
Net (decrease) / increase in cash and cash equivalents		<b>2,226,197</b>	<b>(2,794,903)</b>
Cash and cash equivalents at the beginning of the year		(5,669,693)	(4,549,303)
Cash and cash equivalents at the end of the year	16	<b>(3,443,496)</b>	<b>(7,344,206)</b>

The annexed notes from 1 - 26 form an integral part of these consolidated financial statements.

**MOHOMED BASHIR**  
Chairman

**MOHAMMED ZAKI BASHIR**  
Chief Executive Officer

**MUHAMMAD KASHIF RIAZ**  
Chief Financial Officer

Gul Ahmed Textile Mills Limited  
Notes to the Consolidated Condensed Interim Financial Statements  
For the six months ended December 2025

**1 LEGAL STATUS AND ITS OPERATIONS**

1.1 Gul Ahmed Group ("the Group") comprises the following:

**Holding Company**

Gul Ahmed Textile Mills Limited (the Holding Company) was incorporated on 01 April 1953 in Pakistan as a private limited company, subsequently converted into public limited company on 07 January 1955 and is listed on Pakistan Stock Exchange Limited. The Holding Company is a composite textile unit engaged in the manufacture and sale of textile products. The registered office is situated at Plot No. H-7, Landhi Industrial Area, Karachi.

The Holding Company has following wholly owned subsidiaries which are engaged in distribution / trading of textile related products while Ideas (Private) Limited also carries out production of finished goods.

<b>Details of subsidiaries</b>	<b>Date of incorporation</b>	<b>Nature of business</b>	<b>Principle place of business</b>
<b><u>Direct subsidiaries</u></b>			
Gul Ahmed International Limited FZC -	December 11, 2002	Trade of textile, garments and related products	Sharjah Airport International Free Zone, Government of Sharjah, United Arab Emirates.
Ideas (Private) limited	December 27, 2004 (Subsidiary since January 01, 2021)	Manufacturing and sale of textile good and other products	Plot No. 65/1, Sector-30, Korangi Industrial Area, Karachi, Pakistan.
Gul Ahmed Ecotex (Private) Limited	March 26, 2025	Manufacturing and distuibution of textile related products	Plot No. H-7, Landhi Industrial Area, Karachi, Pakistan.
Gul Ahmed Ecofab (Private) Limited	March 26, 2025	Manufacturing and distuibution of textile related products	Plot No. H-7, Landhi Industrial Area, Karachi, Pakistan.
Gul Ahmed Circular Fabrics (Private) Limited	March 26, 2025	Recycling of textile waste for production of yarns and fabrics	Plot No. H-7, Landhi Industrial Area, Karachi, Pakistan.
<b><u>Indirect subsidiaries</u></b>			
GTM USA Corporation	March 19, 2012	Commission agent service and trading of textile related products	106 LangTree Village Dr, Suite 301 Mooresville, NC 28117, United States of America.
Sky Home Corporation - USA	February 28, 2017	Import and wholesale of home textile products	106 LangTree Village Dr, Suite 301 Mooresville, NC 28117, United States of America.
Vantona Home Limited	April 22, 2013	Trading and distribution of textile related products	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
JCCO 406 Limited	September 29, 2017	Trading and distribution of textile related products	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
GTM (Europe) Limited	April 17, 2003	Trading and distribution of textile related products	Grane Road Mill, Grane Road Haslingden, Rossendale Lancashire BB4 5ET, United Kingdom.
Omnify (Private) Limited	March 12, 2025	Technology related services and e-commerce business solutions	Plot No. 65/1, Korangi Industrial Area, Karachi, Pakistan.
Elegant Fashion (Private) Limited	March 19, 2025	Industrial undertaking for manufacturing and stitching garments and textile related products	Plot No. 65/1, Korangi Industrial Area, Karachi, Pakistan.
Fragrance Fusion (Private) Limited	March 12, 2025	Trading of fragrance and cosmetic related products	Plot No. 65/1, Korangi Industrial Area, Karachi, Pakistan.

1.2 Addresses of all lands owned by the Group are as follows;

Area	Address
25.07 Acres	Plot No. HT-4, Landhi Industrial Area, Landhi, Karachi
14.9 Acres	Survey No. 82, Deh Landhi, Karachi
18.56 Acres	Plot No. H-7, Landhi Industrial Area, Landhi, Karachi
44.04 acres	P.U. No. 48, 49, 50, & 51, Deh Khjanto Tapo Landhi, Karachi
4.17 acres	Plot No. H-19 Landhi Industrial Area, Landhi Karachi
4,023.16 Sq. y	Plot No. H-19/1, Landhi Industrial Area, Landhi , Karachi
6.83 acres	Plot 368, 369 & 446, Deh Landhi, Karachi
12 acres	Plot- HT 3/A, Landhi, Karachi
51.1 Acre	Plot No. H-5 and HT-6, Landhi Industrial Area, Karachi
1.997 Acres	Plot No. 65/I, Deh Dig, Sector-30, Korangi Industrial Area (Eastern), Karachi
0.306 Acres	24/A, Block C/3, Gulberg-III, Lahore
0.082 Acres	Shop Nos. 5 & 6, Bahadurabad, Karachi

Manufacturing facilities, warehouses, ancillary construction, administrative offices etc are constructed on each above mentioned land.

1.3 Geographical locations and addresses of all factory building on rented premises are as follows;

**Address**

Plot ST-17/1 and ST-17/3, Federal 'B' Area, Azizabad, Karachi.  
Plot No. H-17 / A, Landhi Industrial area, Karachi.  
Plot # HT/2 Landhi Industrial Area, Karachi  
Plot # HT/8, KDA Scheme 3, Landhi Industrial area, Karachi.  
Plot W2/1-14, Western industrial zone, Port Qasim, Karachi  
Plot # H19/2-B Bin Qasim, Landhi Industrial area Karachi  
Servey # 613, Deh Jorejee, Bin Qasim town, Karachi  
Servey # 614, Deh Jorejee, Bin Qasim town, Karachi  
Servey # 615, Deh Jorejee, Bin Qasim town, Karachi  
22nd Floor, Ocean Mall, Khayaban-e-Iqbal, Block-9, Clifton, Karachi.  
Plot No. 12, Sector 23, Korangi Industrial area, Karachi  
267 Fifth Avenue 2nd Floor New York, NY 10016 USA  
Unit 8A Newby Road, Hazel Grove, Stockport, SK7 5DA UK

1.4 As at 31 December 2025, the Group has 110 retail outlets including a franchise. (30 June 2025: 106 retail outlets including 1 franchise).

1.5 The Board of Directors of the Company approved the closure of the Company's Export Apparel operations on September 29, 2025, following a strategic review. As of the reporting date, management is in the process of identifying a buyer and deciding which assets will be retained and transferred to other business segments.

**2.0 Basis of consolidation**

These consolidated financial statements include the financial statements of the Holding Company and its subsidiaries, here-in-after collectively referred Subsidiary Companies are consolidated from the date on which more than 50% voting rights are transferred to the Holding Company or power to govern the financial and operating policies over the subsidiary and is excluded from consolidation from the date of disposal or cessation of control.

The financial statements of the subsidiaries are prepared for the same reporting period as the Holding Company, using consistent accounting policies.

The assets and liabilities of the subsidiary Company have been consolidated on a line-by-line basis and the carrying value of investment held by the Company is eliminated against the subsidiary's share capital. All intra-group balances and transactions are eliminated.

**2.1 Subsidiaries**

Subsidiaries are entities controlled by the Holding Company. The Holding Company controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

The assets, liabilities, income and expenses of subsidiary companies are consolidated on a line by line basis and carrying value of investments held by the Holding Company is eliminated against the subsidiary companies' shareholders' equity in these consolidated financial statements.

The financial statements of the subsidiaries are prepared for the same reporting year as the Holding Company, using consistent accounting policies.

All intra-group balances, transactions and unrealised gains and losses resulting from intra-group transactions and dividends are eliminated in full.

Subsidiaries are consolidated from the date of acquisition or incorporation, being the date on which the Group obtains control, and continue to be consolidated until the date when such control ceases.

The acquisition method of accounting is used to account for the acquisition of subsidiaries by the Group. Identifiable assets acquired and liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Acquisition-related costs are recognised as expenses in the periods in which the costs are incurred and the services are received. Any contingent consideration to be transferred by the acquirer will be recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration which is an asset or liability are recognised in profit or loss.

Non-controlling interest in the acquiree, which represents ownership interests and entitle their holders to a proportionate share of net assets of the acquiree are recognised on the acquisition date at either fair value or the non-controlling interest's proportionate share of the acquiree's identifiable net assets.

Any excess of the sum of the fair value of the consideration transferred in the business combination, the amount of non-controlling interest in the acquiree (if any), and the fair value of the Group's previously held equity interest in the acquiree (if any), over the net fair value of the acquiree's identifiable assets and liabilities is recorded as goodwill. In instances where the latter amount exceeds the former, the excess is recognised as gain on bargain purchase in profit or loss on the acquisition date.

## **2.2 Transactions with non-controlling interests**

The Group treats transactions with non-controlling interest that do not result in loss of control as transactions with equity owners of the Group. For purchase of interest from non-controlling interests, the difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

When the Group ceases to have control or significant influence, any retained interest in the equity is remeasured to its fair value, with the change in carrying amount recognised in the profit or loss. The fair value is the initial carrying amount for the purposes of subsequent accounting for the retained interest as an associate, joint venture or financial assets. In addition, any amount previously recognised in other comprehensive income in respect to that entity is accounted for as if the Group had directly disposed off the related assets and liabilities.

## **3 BASIS OF PREPARATION**

### **3.1 Basis of measurement**

The condensed interim consolidated financial information comprise the consolidated statement of Financial Position of Gul Ahmed Textile Mills Limited, its wholly owned subsidiary companies Ideas (Private) Limited, Gul Ahmed International Limited (FZC), GTM (Europe) Limited, GTM USA Corporation, Sky Home Corporation, JCCO 406 Limited are wholly owned subsidiaries of Gul Ahmed International Limited (FZC), Vantona Home Limited which is the wholly owned subsidiary of JCCO 406 Limited as at December 31, 2025 and the related consolidated statement of profit or loss, consolidated statement of cash flows and consolidated statement of changes in equity together with the notes forming part thereof for the period then ended. The financial statements of the subsidiary companies have been consolidated on a line by line basis.

These condensed interim consolidated financial statements of the Group 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 International Accounting Standard 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 the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim consolidated financial statements comprise of the condensed interim consolidated statement of financial position as at December 31, 2025 and the condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows for the period ended December 31, 2025.

The comparative statement of Financial Position, presented in these condensed interim consolidated financial statements, as at December 31, 2025 has been extracted from the audited financial statements of the Group for the year ended June 30, 2025 whereas the comparative condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of comprehensive income, condensed interim consolidated statement of cash flows and condensed interim consolidated statement of changes in equity for the six months ended December 31, 2024 have been extracted from the condensed interim consolidated financial statements of the Group for the six months ended December 31, 2024.

These condensed interim consolidated financial statements do not include all the information required in annual financial statements prepared in accordance with approved accounting standards as applicable in Pakistan, and should be read in conjunction with the consolidated financial statements for the year ended June 30, 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements.

### **3.2 Statement of compliance**

These consolidated 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

- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standard Board (IASB) as notified under the Act ; and
- Provisions of and directives issued under the Act.

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

### **3.3 Functional and presentation currency**

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Group operates. These consolidated financial statements are presented in Pakistani Rupees, which is the functional and presentation currency of the Group. The amounts have been rounded off to the nearest thousand rupees unless stated otherwise.

### **3.4 Critical accounting estimates and judgments**

The preparation of these condensed interim consolidated financial statements requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to financial statements as at and for the year ended June 30, 2025.

### **3.5 Change in accounting standards, interpretations and amendments to published accounting and**

#### **(a) New standards, amendments and interpretations that are effective for the accounting period beginning July 01, 2025**

There are certain amendments and interpretations to accounting and reporting standards which are mandatory for the Company's annual accounting period beginning July 01, 2025; however, these do not have any significant impact on these consolidated condensed interim financial statements.

#### **(b) Standards, interpretations and amendments to published approved accounting standards**

There are certain amendments to published accounting and reporting standards that will be applicable for the financial year beginning on or after July 01, 2026 but are considered not to be relevant or to have any significant effect on these consolidated condensed interim financial statements.

#### **4 MATERIAL ACCOUNTING POLICIES**

The material accounting policies set out below have been consistently applied to all periods presented in these consolidated financial statements.

The material accounting policies and the methods of computation adopted in the preparation of these consolidated condensed interim financial statements are same as those applied in the preparation of the audited consolidated financial statements for the year ended 30 June 2025 and are in line with the amendments made to IAS 1 and IFRS Practice Statement 2.

The Group follows the practice of conducting actuarial valuation annually at year end. Hence, the impact of re-measurement of post-employment benefit plan has not been incorporated in these consolidated condensed interim financial statements. However, the management has used the assumptions of their appointed expert as of June 30, 2025 for calculating the amount of provision and incorporated the resultant in these condensed interim financial statements.

##### **4.1 Foreign currency transactions and translation**

Transactions in foreign currencies are translated into the respective functional currency of the Group at the exchange rates at the dates of transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into functional currency at the exchange rate when the fair value was determined. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of transaction. Foreign currency difference are recognised in consolidated statement of profit and loss.

On consolidation, the assets and liabilities of foreign operations are retranslated into presentation currency i.e. Pakistan Rupee at the rate of exchange prevailing at the reporting date and their income and expenses are translated using the average of exchange rates for the period. The exchange differences arising on such translations are recognised in consolidated statement of comprehensive income.

5 PROPERTY, PLANT AND EQUIPMENT	Note	(Unaudited)	(Audited)
		31 December 2025	June 2025
		(Rupees in '000)	
Operating fixed assets	5.1	<b>55,384,556</b>	53,256,386
Capital work in progress (CWIP)	5.2	<b>2,798,748</b>	2,122,881
Advance against purchase of land		<b>423,604</b>	5,000
		<b>58,606,908</b>	55,384,267

#### 5.1 Operating Fixed Asset

Opening book value		<b>53,256,385</b>	53,708,896
Additions / Transfers during the period / year	5.1.1	<b>4,077,475</b>	4,738,612
Disposals during the period / year	5.1.2	<b>(142,428)</b>	(87,735)
Adjustments during the year		-	8,120
Depreciation charged during the period / year		<b>(1,805,550)</b>	(5,114,568)
Foreign currency translation		<b>(1,326)</b>	3,061
Closing book value		<b>55,384,556</b>	53,256,385

#### 5.1.1 Additions / Transfers during the period

Buildings and structures on leasehold land		<b>553,490</b>	743,196
Plant and machinery		<b>3,285,911</b>	3,180,668
Furniture and fixtures		<b>41,383</b>	91,914
Office equipment		<b>178,108</b>	676,160
Vehicles		<b>18,583</b>	46,674
		<b>4,077,475</b>	4,738,612

#### 5.1.2 Disposals - operating fixed assets (at net book value)

	Note	31 December 2025	June 2025
		(Rupees in '000)	
Building and structures on leasehold land		(272)	(20,406)
Plant and machinery		(126,305)	(64,658)
Furniture and fixtures		-	(199)
Office equipment		(27)	(1,648)
Vehicles		(15,824)	(825)
		<b>(142,428)</b>	(87,735)

**5.1.3** During the period, the management reassessed the useful lives of certain items of operating fixed assets in light of their current condition, operational efficiency and expected future economic benefits.

As a result of this review, the useful lives of certain assets were revised with effect from July 01, 2025. The change has been accounted for as a change in accounting estimate in accordance with International Accounting Standard (IAS) - 8 "Accounting Policies, Changes in Accounting Estimates and Errors" and has been applied prospectively.

Had there been no change in the use lives of plant and machinery and buildings, the loss for the six-month period would have been higher by Rs. 732.449 million.

#### 5.2 Capital work in progress (CWIP)

Opening book value		<b>2,122,881</b>	633,051
Additions during the period / year	5.2.1	<b>4,753,202</b>	6,229,232
Transfers during the period / year		<b>(4,077,335)</b>	(4,739,402)
Closing book value		<b>2,798,748</b>	2,122,881

#### 5.2.1 Additions - capital work in progress (at cost)

Machinery		<b>4,016,018</b>	1,462,781
Building		<b>511,176</b>	532,099
Others		<b>226,008</b>	128,001
		<b>4,753,202</b>	2,122,881

**5.2.2** This includes mark up capitalised during the construction period amounting to Rs. 154 million (June 30, 2025: Rs. 123 million). Effective rate of mark-up capitalised is 11.86% (June 30, 2025: 15.98%) per annum.

	Note	(Unaudited) 31 December 2025 (Rupees in '000)	(Audited) June 2025
<b>6 RIGHT OF USE ASSETS</b>			
Balance as at 01 July		4,247,834	2,818,151
Assets recognized during the year		400,739	2,356,426
Derecognition / Adjustment		(607,320)	66,796
Depreciation expense			
- Charged to Cost of sales		(23,975)	(14,463)
- Charged to Distribution cost		(453,619)	(946,012)
- Charged to Administrative cost		(49,546)	(33,253)
		(527,140)	(993,728)
Foreign currency retranslation difference		(96)	189
Net book value		<u>3,514,017</u>	<u>4,247,834</u>
<b>Gross carrying amount as at 31 December</b>			
Cost		7,928,884	7,562,628
Accumulated Depreciation		(4,421,333)	(3,314,983)
Foreign currency retranslation difference		6,466	189
<b>Balance as at 31 December</b>		<u>3,514,017</u>	<u>4,247,834</u>
<b>7 INTANGIBLE ASSETS</b>			
Intangibles	7.1	161,759	181,206
Capital work in progress (CWIP)	7.2	27,398	-
		<u>189,157</u>	<u>181,206</u>
7.1 Opening book value		181,206	182,858
Additions during the period / year		2,000	18,477
Amortisation charged during the period / year		(17,624)	(32,478)
Foreign Currency Translation		(3,823)	12,349
Closing book value		<u>161,759</u>	<u>181,206</u>
7.2 This represents cost incurred on upgradation of the Company' existing ERP to Oracle Fusion. The project is currently under implementation.			
<b>8 LONG TERM INVESTMENT</b>			
Investment in Term Finance Certificate - at amortised cost		<u>70,000</u>	<u>70,000</u>

(Unaudited) (Audited)  
**31 December** June  
**2025** 2025  
(Rupees in '000)

**9 LOANS, ADVANCES AND OTHER RECEIVABLES**

9.1 **6,044,177** 4,685,884

This includes Rs. 2,439 million receivable from a panel of insurance companies against claims filed for loss of stock-in-trade, in rain and fire incidents during the period. The claims have been duly lodged in accordance with the insurance policy terms, and assessment by the insurers is in progress. Management expects the claim to be settled in due course; difference (if any) between the claimed and approved amount will be recognized in profit or loss upon final settlement.

(Unaudited) (Audited)  
**31 December** June  
**2025** 2025  
(Rupees in '000)

**10 SHORT TERM INVESTMENTS**

Term deposit receipts (TDRs)

10.1 **2,989,000** 979,000

**10.1** These include TDRs placed against bank guarantee margin. TDR carries markup at the rate of 9.6% to 11% (June 30, 2025: 9.6% to 11%) per annum.

(Unaudited) (Audited)  
**31 December** June  
**2025** 2025  
(Rupees in '000)

**11 RESERVES**

**Capital reserves**

Amalgamation reserve

**8,252,059** 8,252,059

Against long-term investments, capacity expansion and BMR

**23,000,000** 23,000,000

Exchange difference on translation of foreign subsidiaries

**(353,273)** (321,067)

Statutory reserve created by foreign subsidiary

**24,093** 24,093

**30,922,879** 30,955,085

**Revenue reserve**

Unappropriated profit

**13,535,214** 13,484,518

**44,458,093** 44,439,603

	Note	(Unaudited) 31 December 2025	(Audited) June 2025
<b>12 LONG TERM FINANCING - SECURED</b>		(Rupees in '000)	
Opening balance		22,270,655	17,825,523
Long term finance obtained during the period / year		329,305	7,700,000
Unwinding of interest		12,297	28,251
Repayments made during the period / year		<u>(1,560,524)</u>	<u>(3,283,119)</u>
		21,051,733	22,270,655
Current portion long term financing		<u>(4,711,666)</u>	<u>(3,878,180)</u>
		<u>16,340,068</u>	<u>18,392,475</u>
<b>13 LEASE LIABILITY AGAINST RIGHT OF USE ASSETS</b>			
Opening balance		5,478,091	3,738,012
Additions		400,739	2,356,426
Interest expense		368,566	747,487
Derecognition / Adjustment		(613,210)	113,726
Payments		(812,368)	(1,477,737)
Foreign currency retranslation difference		(3,012)	177
Closing balance		<u>4,818,806</u>	<u>5,478,091</u>
Current portion shown under current liabilities		1,091,738	1,094,691
Non-Current portion		<u>3,727,068</u>	<u>4,383,400</u>
		<u>4,818,806</u>	<u>5,478,091</u>
<b>14 SHORT TERM BORROWINGS</b>			
<b>Local currency:</b>			
Running finance		4,730,839	5,593,672
Export Refinance Scheme		23,361,400	22,161,400
Other Short Term Finances		<u>2,313,000</u>	<u>4,204,545</u>
		30,405,239	31,959,617
<b>Foreign currency:</b>			
Export Facilitation Scheme		8,450,286	8,819,749
Foreign Currency Export Finance		2,087,844	13,884,170
Foreign Currency Import Finance		14,354,709	783,043
Other Short Term Finances		<u>306,474</u>	<u>635,478</u>
		25,199,313	24,122,440
		<u>55,604,552</u>	<u>56,082,057</u>

**14.1** The available borrowing limit from various banks amounts to Rs. 76,888 million (June 30, 2025: Rs. 71,349 million). Local currency borrowings markup range from 7.5% to 12.4% (June 30, 2025: 8% to 12.5%) per annum payable quarterly, whereas, foreign currency borrowings markup range from 2.5% to 5% (June 30, 2025: 2.5% to 5%) per annum. These are secured against pari passu hypothecation charge over stores and spares, stock-in-trade, trade debts and other receivables. Unavailed facility at the period end was Rs. 22,911 million (June 30, 2025: Rs. 17,027 million).

## 15 CONTINGENCIES AND COMMITMENTS

### 15.1 Contingencies

The status of contingencies, as reported in the annual consolidated financial statements for the year ended 30 June 2025 remained unchanged during the current period except increase in amount of provisions required and following a new change;

**15.1.1** Regarding the matter of super tax, as disclosed in Note 27.8 to the consolidated financial statements for the year ended June 30, 2025, following the passage of the 27th Amendment on November 13, 2025, the Supreme Court no longer has jurisdiction to hear certain cases, including super tax cases. Accordingly, these cases were transferred to a newly established court, the Federal Constitutional Court (FCC). On January 27, 2026, the Federal Constitutional Court decided the case against the Company. The amount of super tax has been fully provided in these condensed interim financial statements.

**15.1.2** Regarding the matter of the Off Grid (Captive Power Plant) Levy as disclosed in Note 27.13 to the consolidated financial statements for the year ended 30 June 2025. the Honourable Islamabad High Court vide its order dated 31 July 2025 decided the case against the Company and dismissed the petition.

Furthermore, the Company filed constitutional petitions before the Honourable Balochistan High Court challenging the Gas Levy Ordinance as well as the levy amounts for March 2025 onwards. On 28 October 2025, the Honourable Balochistan High Court dismissed all constitutional petitions filed by various companies challenging the validity of the Off -Grid (Captive Power Plants) Levy Act, 2025.

The Company has now filed an appeal before the Federal Constitutional Court against the judgment passed by the Honourable Balochistan High Court, and the case is currently pending for hearing. Regarding the case filed by the Company against the notification challenging with its retrospective implication from 1 February 2025 to 6 March 2025 has been decided by the Honourable Sindh High Court in favour of Company vide its judgment dated 12 January 2026.

### 15.2 Guarantees and others

**15.2.1** Guarantees of Rs. 5,991 million (June 30, 2025: Rs. 5,464 million) have been issued by banks on behalf of the Group which are secured by pari passu hypothecation charge over stores and spares, stock-in-trade, trade debts and other receivables. These guarantees includes guarantees issued by related parties amounting to Rs. 2,980 million (June 30, 2025: Rs. 2,980 million).

**15.2.2** Post dated cheques of Rs. 30,253 million (June 30, 2025: Rs. 30,298 million) are issued to Custom Authorities in respect of duties on imported items availed on the basis of consumption and export plans.

**15.2.3** Bills discounted amounted to Rs. 8,064 million (June 30, 2025: Rs. 11,220 million), including bills discounted from related parties amounting to Rs. 2,723 million (June 30, 2025: Rs. 3,643 million).

**15.2.4** Corporate guarantee of Rs. 259 million (June 30, 2025: Rs. 264 million), Rs. 1,114 million (June 30, 2025: Rs. 1,129 million) and Rs. 252 million (June 30, 2025: Rs. 256 million) have been issued to various banks in favor of subsidiary companies - GTM (Europe) Limited - UK, Gul Ahmed International FZC - UAE and Sky Home Corp- USA respectively.

### 15.3 Commitments

Capital expenditure

(Unaudited)	(Audited)
31 December	June
2025	2025
(Rupees in '000)	

**2,086,084** **3,892,512**

Capital expenditure for intangible assets

**155,255** **-**

Other than capital expenditure

**10,757,758** **22,897,749**

Forward foreign exchange contracts

**28,933,578** **9,183,718**

**15.3.1** Other than capital expenditure includes commitments for purchase of raw materials and stores and spares.

This includes forward foreign exchange contracts amounting to USD 33 million (2025: USD 30 million), equivalent to Rs. 9,355 million (June 30, 2025: Rs. 8,646 million) obtained under pre-shipment exports. The Company is obligated to provide export documents against such amount. The above liability has been appropriately recorded under Export Facilitation Scheme and is disclosed in note 14 of these consolidated condensed interim financial statements.

<b>16 CASH AND CASH EQUIVALENTS</b>	<b>(Unaudited) 31 December 2025</b>	<b>(Unaudited) 31 December 2024</b>
	<b>(Rupees in '000)</b>	

Cash and cash equivalents comprises of:

Cash and bank balances	1,287,343	898,244
Running Finance	<u>(4,730,839)</u>	<u>(8,242,450)</u>
	<u><b>(3,443,496)</b></u>	<u><b>(7,344,206)</b></u>

<b>17 REVENUE FROM CONTRACT WITH CUSTOMERS - NET</b>	<b>(Un-audited) 31 December 2025</b>	<b>(Un-audited) 31 December 2024</b>
	<b>(Rupees in '000)</b>	

Export sales		
Direct	52,041,679	58,051,171
Indirect	<u>15,078,059</u>	<u>23,197,995</u>
	<u><b>67,119,738</b></u>	<u><b>81,249,166</b></u>
Export rebate	<u>(3,032)</u>	<u>(5,791)</u>
Trade and other discount	<u>(410,641)</u>	<u>(724,213)</u>
Commission	<u>(1,216,872)</u>	<u>(776,596)</u>
Sales tax	<u>(2,300,043)</u>	<u>(3,542,182)</u>
	<u><b>63,189,150</b></u>	<u><b>76,200,384</b></u>
Local sales	<u><b>26,499,246</b></u>	<u><b>19,888,990</b></u>
Brokerage	<u>(155,298)</u>	<u>(237,968)</u>
Sales tax	<u>(4,046,311)</u>	<u>(1,254,299)</u>
	<u><b>22,297,637</b></u>	<u><b>18,396,723</b></u>
	<u><b>85,486,787</b></u>	<u><b>94,597,107</b></u>

17.1 Information with respect to disaggregation of revenue by internal segment and geographical location is disclosed in note 20 of these consolidated condensed interim financial statements.

<b>18 LEVIES</b>	Note	<b>(Un-audited) December 31, 2025</b>	<b>(Un-audited) December 31, 2024</b>
		<b>------(Rupees in '000)-----</b>	
Levy	18.1	887,149	801,961
Prior Tax		<u>(338,600)</u>	<u>-</u>
		<u><b>548,549</b></u>	<u><b>801,961</b></u>

18.1 This includes provision for minimum tax under section 113 and taxes paid under section 154 of Income Tax Ordinance, 2001 (ITO, 2001), representing levy in terms of requirements of IFRIC 21 / IAS 37.

<b>19 TAXATION</b>	<b>(Un-audited) December 31, 2025</b>	<b>(Un-audited) December 31, 2024</b>
	<b>------(Rupees in '000)-----</b>	

Current tax	<u><b>48,759</b></u>	<u>374,512</u>
Prior tax	<u>(192,598)</u>	<u>(657,996)</u>
	<u><b>(143,839)</b></u>	<u>(283,484)</u>
Deferred Tax	<u><b>(105,602)</b></u>	<u>-</u>
	<u><b>(249,441)</b></u>	<u>(283,484)</u>

19.1 The Group is subject to Minimum Tax Regime under section 154 of ITO, 2001 since majority of the Company's income falls under the ambit of minimum tax regime, the relationship between tax expense and accounting profit has not been presented in these consolidated condensed interim financial statements.

19.2 As per the guidelines issued by Institute of Chartered Accountants of Pakistan on application of IAS 12 'Application Guidance on Accounting for Minimum Taxes and Final Taxes', no deferred tax is required to be booked as the Company, based on the projections of taxable income, is expected to be taxed under Minimum Tax u/s 113 and 154 of the Income Tax Ordinance, 2001 for the foreseeable future. Hence the Company has not recorded any deferred tax liability as at December 31, 2025 and June 30, 2025

## 20 SEGMENT INFORMATION

The Company's operations have been divided in below segments based on the nature of process and internal reporting. Following are the reportable business segments:

- a) Spinning: Production of different qualities of yarn using both natural and artificial fibres.
- b) Home Textile: Production of different types and qualities of products falling under the definition of home textile.
- c) Others: Weaving, Fiber Bleaching, Knitting, Yarn dyeing and Dyed yarn fabric etc.

Transactions among the business segments are recorded at cost.

### 20.1 Segment Profitability

	Spinning		Home Textile		Retail		All other segments		Elimination Of Inter Segment Transactions		Total	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees in '000)											
Sales to external customers	15,515,112	22,569,156	47,677,126	41,947,936	14,902,064	12,620,540	15,260,509	29,863,725	(7,868,025)	216,290	85,486,786	94,597,107
Intersegmental sales	2,689,454	5,907,567	8,553,995	15,315,988	23,564	48,547	4,719,249	6,774,206	(15,986,262)	(27,997,761)	-	-
Cost of sales	(17,331,980)	(25,544,551)	(52,906,090)	(53,203,676)	(9,095,764)	(7,639,122)	(18,310,199)	(30,285,711)	23,828,187	27,934,179	(73,815,846)	(81,099,758)
<b>Gross profit</b>	<b>872,586</b>	<b>2,932,172</b>	<b>3,325,031</b>	<b>4,060,248</b>	<b>5,829,864</b>	<b>5,029,965</b>	<b>(3,049,690)</b>	<b>(421,985)</b>	<b>(26,100)</b>	<b>152,708</b>	<b>11,670,940</b>	<b>13,497,349</b>
Distribution and Administrative cost	(231,808)	(259,654)	(2,614,993)	(2,717,225)	(4,715,889)	(3,775,688)	(1,622,083)	(1,711,303)	-	-	(9,184,773)	(8,463,870)
Profit before tax and before charging following	640,778	2,672,518	710,038	1,343,023	1,113,975	1,254,278	(4,671,773)	(2,133,288)	(26,100)	152,708	2,486,167	5,033,479
Finance Cost											(3,236,564)	(4,324,694)
Other operating cost											(16,483)	(323,875)
Other income											1,116,682	1,155,140
<b>Profit before tax</b>											<b>(2,136,365)</b>	<b>(3,493,429)</b>
Taxation											349,803	1,540,050
<b>Profit after tax</b>											<b>(299,108)</b>	<b>(518,477)</b>
											<b>50,695</b>	<b>1,021,573</b>
Depreciation and Amortisation expense	429,211	621,111	326,336	526,834	771,286	573,564	771,072	1,108,936	-	-	2,297,905	2,830,445

### 20.2 Segment assets and liabilities

	Spinning		Home Textile		Retail		All other segments		Unallocated		Total	
	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited	Un-Audited	Audited
	December 31, 2025	30 June 2025	December 31, 2025	30 June 2025	December 31, 2025	30 June 2025	December 31, 2025	30 June 2025	December 31, 2025	30 June 2025	December 31, 2025	30 June 2025
	(Rupees in '000)											
Assets	32,941,418	32,572,319	62,385,822	72,271,204	22,664,814	22,077,579	29,694,416	28,845,531	17,638,506	15,071,779	165,324,975	170,838,412
Liabilities	(11,992,137)	(11,488,190)	(14,408,025)	(22,373,512)	(17,203,942)	(16,778,161)	(16,993,106)	(16,557,189)	(52,869,079)	(51,801,163)	(113,466,289)	(118,998,215)
Segment Capital & Intangible expenditure	1,407,617	477,342	636,194	1,809,578	102,843	761,561	264,413	1,165,291	2,344,135	2,033,937	4,755,202	6,247,710

20.3 Unallocated items represent those assets and liabilities which are common to all segments and these include long term deposits, other receivables, deferred liabilities, certain common borrowing and other corporate assets and liabilities.

### 20.4 Information about major customer

Sales to major customer whose revenue exceeds 10% of gross sales is Rs. 23,217 million (31 December 2024: Rs. 18,924 million).

**20.5 INFORMATION BY GEOGRAPHICAL AREA**

Pakistan  
Germany  
United States  
Italy  
France  
United Kingdom  
Netherlands  
Denmark  
Poland  
Spain  
Sweden  
China  
United Arab Emirates  
Other Countries

Revenue		Non-current assets	
Six months ended (Unaudited)		(Unaudited)	(Audited)
December 2025	December 2024	December 2025	June 2025
(Rupees in '000)			
<b>35,230,951</b>	38,290,504	<b>64,247,516</b>	61,236,422
<b>14,095,529</b>	16,316,398	-	-
<b>4,538,792</b>	7,861,588	-	-
<b>3,640,098</b>	4,571,802	-	-
<b>2,920,957</b>	3,995,272	-	-
<b>6,622,743</b>	5,633,563	<b>150,394</b>	165,005
<b>2,893,895</b>	3,479,485	-	-
<b>3,446,528</b>	3,374,881	-	-
<b>2,125,577</b>	3,291,042	-	-
<b>1,619,697</b>	1,978,694	-	-
<b>2,755,848</b>	1,502,635	-	-
<b>1,405,315</b>	966,352	-	-
<b>386,118</b>	466,883	<b>16,295</b>	-
<b>5,590,580</b>	4,612,576	-	19,990
<b>87,272,630</b>	96,341,675	<b>64,414,205</b>	61,421,417

## 20.6 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of subsidiaries, associated companies, companies where directors also hold directorship, directors of the Company and key management personnel. The Company in the normal course of business carried out transaction with various related parties as per agreed rates.

Name of the Related Party	Country of Incorporation	Basis of relationship	Percentage of Shareholding	Transactions during the period	(Un-audited)	
					December 31, 2025	December 31, 2024
					----- (Rupees in '000) -----	
Grand Industries (Pvt) Limited	Pakistan	Common Directorship	7.86%	Rent paid	600	300
Swisstex Chemicals (Private) Limited	Pakistan	Common Directorship	2.99%	Purchase of goods	19,966	67,224
Win Star (Pvt) Limited	Pakistan	Common Directorship	-	Purchase of goods	55,572	17,944
Haji Ali Mohammad Foundation	Pakistan	Common Directorship	-	Rent paid	480	480
The Pakistan Business Council	Pakistan	Common Directorship	-	Fees paid	2,500	2,500
Pakistan Textile Council	Pakistan	Common Directorship	-	Donations paid	-	1,250
Habib University	Pakistan	Common Directorship	-	Donations paid	856	750
Habib University Foundation	Pakistan	Common Directorship	-	Donations paid	-	2,500
Landhi Association of Trade & Industry	Pakistan	Common Directorship	-	Donations paid	600	-
Habib Metropolitan Bank	Pakistan	Common Directorship	-	Bills discounted Markup on short term financing	8,450,401 69,510	10,701,117 134,501
Askari Bank Limited	Pakistan	Common Directorship	-	Bills discounted Markup on long term financing Markup on short term financing	2,672,392 7,013 70,231	1,771,961 8,625 180,348
Samba Bank Limited	Pakistan	Common Directorship	-	Bills discounted Markup on long term financing Markup on short term financing	846,775 910 22,132	- 1,828 33,444
Standard Chartered Pakistan Limited	Pakistan	Common Directorship	-	Bills discounted Markup on short term financing	3,396,724 152,654	1,412,331 214,146
Employee Provident Fund Trust	Pakistan	Employee Retirement Fund	0.42%	Company's contribution to provident fund	207,366	210,256
Board of Directors	Pakistan	Directorship	-	Meeting fees	3,400	4,300

Name of the Related Party	Country of Incorporation	Basis of Relationship	Percentage of shareholding	Nature of outstanding balances	(Un-audited)	(Audited)
					December 31,	June 30,
					2025	2025
----- (Rupees in '000) -----						
Designers Linen INC.	Pakistan	Associates		Other receivable	<b>6,649</b>	-
Win Star (Private) Limited	Pakistan	Associated Company	-	Trade and other payables	<b>5,706</b>	26,022
Swisstex Chemicals (Private) Limited	Pakistan	Associated Company	2.99%	Trade and other payables	-	398
Grand Industries (Private) Limited	Pakistan	Associated Company	7.86%	Trade and other payables	<b>4,570</b>	4,617
TPL Properties Limited	Pakistan	Associated Company	-	Trade and other payables	<b>22,049</b>	22,049
Habib Metropolitan Bank	Pakistan	Associated Company	-	Bills Discounted	<b>2,629,808</b>	3,268,644
				Short Term Borrowings	<b>6,199,813</b>	5,104,921
				Accrued Markup	<b>33,986</b>	20,798
				Prepaid Discounting	<b>17,403</b>	8,670
Askari Bank Limited	Pakistan	Associated Company	-	Short Term Borrowings	<b>1,590,767</b>	3,580,375
				Long Term Borrowings	<b>403,213</b>	453,209
				Accrued Markup	<b>7,688</b>	48,170
				Prepaid Discounting	<b>762</b>	1,822
Samba Bank Limited	Pakistan	Associated Company	-	Long Term Borrowings	<b>52,497</b>	74,053
				Short Term Borrowings	<b>827,244</b>	968,755
				Accrued Markup	<b>2,456</b>	8,503
				Prepaid Discounting	<b>1,224</b>	692
Standard Chartered Pakistan Limited	Pakistan	Associated Company	-	Bills Discounted	<b>95,637</b>	374,578
				Short Term Borrowings	<b>4,319,726</b>	3,629,829
				Accrued Markup	<b>42,324</b>	52,129
Employee Provident Fund Trust	Pakistan	Associated Company	-	Payable to employee's provident fund	-	47,732
				Receivable from employee's provident fund	<b>122,788</b>	-
Key management Personnel	-	Associate	-	Loan provided	<b>121,223</b>	128,615

There are no transactions with directors of the Company and key management personnel other than under the terms of employment for the six months ended December 31, 2025 amounting to Rs. 1,415 million (December 31, 2024: Rs. 1,288 million) on account of remuneration.

## 21 FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES

The Company's activities expose it to a variety of financial risk. There have been no changes in any risk management policies since the year end.

## 22 FAIR VALUES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Group while assessing fair values uses valuation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimizing the use of unobservable inputs. Fair values are categorized into following three levels based on the input used in the valuation techniques;

- Level 1 Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 Inputs are unobservable inputs for the asset or liability Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

If inputs used to measure the fair values of an asset or a liability fall into different levels then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Transfers, if any, between levels of the fair value hierarchy is recognized at the end of the reporting period during which the transfer has occurred. The Group's policy for determining when transfers between levels in the hierarchy have occurred includes monitoring of changes in market and trading activity and changes in inputs used in valuation techniques.

As at period end the fair value of all the financial assets and liabilities approximates to their carrying values. The operating fixed asset is carried at cost less accumulated depreciation and impairment if any, except free-hold land, lease-hold land and capital work in progress which are stated at cost. Long term investments in subsidiaries represent the investment in unquoted shares of companies carried at cost and investment in Term Finance Certificates carried at amortised cost. The Group does not expect that unobservable inputs may have significant effect on fair values. The fair values of forward exchange contracts is determined based on the forward exchange rates at the reporting date included in the level 2 of the fair value hierarchy. The fair value of short term investments are determined on the basis of net asset value of the fund reported at Mutual Funds Association of Pakistan and is included in Level 2 of the fair value hierarchy.

## 23 DISCLOSURE REQUIREMENT FOR SHARIAH COMPLIANT COMPANIES

As per the requirements of the fourth schedule to the Act, Shariah compliant companies and companies listed on the Islamic index shall disclose the following:

		(Un-audited) December 31, 2025	(Audited) June 30, 2025
------(Rupees in '000)-----			
<b>Statement of Financial Position</b>			
Cash and bank balances		112,728	5,359
Long term borrowings	9	10,464,834	10,735,958
Short term borrowings	10	20,645,938	18,905,940
Accrued markup		218,088	300,589
		(Un-audited) December 31, 2025	(Un-audited) December 31, 2024
------(Rupees in '000)-----			
<b>Statement of Profit or Loss</b>			
Revenue from contracts with customers	12	85,486,787	94,597,107
Finance costs		1,175,219	1,010,420

## 24 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purpose of comparison, the effects of which are not material.

## 25 GENERAL

- 25.1 Allocations for the workers' profit participation fund, workers' welfare fund and taxation are provisional and final liability including liability for deferred taxation will be determined on the basis of annual results.
- 25.2 Figures have been rounded off to the nearest thousand rupees.

## 26 DATE OF AUTHORISATION

These financial statements were authorised for issue on 26-February-2026 by the Board of Directors of the Group.

MOHOMED BASHIR  
Chairman

MOHAMMED ZAKI BASHIR  
Chief Executive Officer

MUHAMMAD KASHIF RIAZ  
Chief Financial Officer