

# ZEPHYR

## ZEPHYR TEXTILES LIMITED

3rd Floor, IEP Building, 97-B/D-1, Gulberg III, Lahore, Pakistan.

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Form-7

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

**Subject: Financial Results for the Half Year ended December 31, 2025.**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on **February 27, 2026 at 11:00 AM** at registered office located at 3rd Floor IEP Building, 97 B/D-I, Gulberg III, Lahore, recommended the following:

**i. CASH DIVIDEND**

An Interim Cash Dividend for the Half Year ended December 31, 2025 at Rs. Nil per share i.e. Nil%. This is in addition to Interim Dividend already paid at Rs. Nil per share i.e. Nil%.

And / Or

**ii. BONUS SHARES**

It has been recommended by the Board of Directors to issue Interim Bonus shares in proportion of Nil share for every Nil share held i.e. Nil%. This is in addition to the Interim Bonus Shares already issued @ Nil%.

And / Or

**iii. RIGHT SHARES**

The Board has recommended to issue Nil% Right Shares at par/ at a discount/ premium of Rs. Nil per share in proportion of Nil share for every Nil share. The entitlement of right shares being declared simultaneously will be/will not be applicable on Bonus Shares as declared above.

And / Or

**iv. ANY OTHER ENTITLEMENT Nil**

The financial results of the Company are as follows:

Description	Half Year Ended		For Quarter ended	
	July to December		October to December	
	2025	2024	2025	2024
	Rupees	Rupees	Rupees	Rupees
Sales	3,826,631,194	3,938,800,214	1,864,703,343	1,760,541,139
Cost of sales	3,444,927,397	3,569,495,460	1,716,701,815	1,601,057,874
Gross profit	381,703,797	369,304,754	148,001,528	159,483,265
Operating expenses (Admin & Selling etc.)	283,137,822	243,408,327	129,810,841	79,990,603
Other operating expenses	7,927,086	14,572,582	4,745,802	3,335,226
Other operating Income	27,124,539	45,187,998	18,981,080	10,162,036
Operating profit	117,763,428	156,511,843	32,425,965	86,319,472
Financial & other charges	107,772,263	161,323,382	53,725,193	78,777,881
Profit / (loss) before taxation and levy	9,991,165	(4,811,539)	(21,299,228)	7,541,591
Levy	47,832,890	34,439,723	30,502,196	18,889,505
Profit / (loss) before tax	(37,841,725)	(39,251,262)	(51,801,424)	(11,347,914)
Provision for tax	9,112,608	(38,554,615)	4,561,589	(46,024,275)
Profit / (loss) after tax	(46,954,333)	(696,647)	(56,363,013)	34,676,361
Un-appropriated profit brought forward	1,523,646,635	1,493,865,963	1,538,341,793	1,466,129,638
Final dividend paid @ Rs. 0.5 per ordinary share	-	-	-	-
Reversal of surplus on disposal of PPE - net of tax	-	3,134,885	-	3,134,885
Current year incremental depreciation - net of tax	10,572,956	25,177,695	5,286,478	17,541,012
Un-appropriated profit carried forward	1,487,265,258	1,521,481,896	1,487,265,258	1,521,481,896
<b>INVESTOR INFORMATION</b>				
Earning per share (Rs.)	0.01	4.54	0.58	1.16
Gross margin (%)	9.97%	9.38%	7.94%	9.06%
Net margin (%)	-1.23%	-0.02%	-3.02%	1.97%
Current ratio	0.94	1.14	0.94	1.14

**v. OTHER INFORMATION : Nil**

We will be sending you 3 copies of printed accounts for distribution amongst the members of the Exchange.

Yours faithfully,  
for Zephyr Textiles Limited



**ABDUL JABBAR**  
Company Secretary  
Lahore  
Friday, February 27, 2026

**ZEPHYR TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT DECEMBER 31, 2025**

	Note	December 31, 2025 (Unaudited) Rupees	June 30, 2025 (Audited) Rupees
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment			
Operating fixed assets	8	2,917,749,156	2,888,976,924
Right of use assets	9	364,390	459,448
Capital work in progress	10	641,453	18,048,239
		<u>2,918,754,999</u>	<u>2,907,484,611</u>
Intangible assets		149,939	299,878
Long term deposits		<u>25,474,124</u>	<u>25,474,124</u>
		<u>2,944,379,062</u>	<u>2,933,258,613</u>
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		304,168,432	230,424,873
Stock in trade	11	1,874,295,584	1,942,040,058
Loans and advances	12	113,762,614	66,992,300
Trade debts	13	784,540,741	961,464,521
Trade deposits and prepayments		36,824,328	25,314,615
Tax refunds due from Government	14	326,119,764	373,986,586
Taxation / levy-net	15	21,192,075	42,059,645
Other receivables		126,816,136	132,362,795
Short term investments	16	8,383,564	7,400,239
Cash and bank balances	17	37,897,823	27,409,493
		<u>3,634,001,061</u>	<u>3,809,455,125</u>
<b>NON CURRENT ASSETS HELD FOR SALE</b>			
Freehold land	18	<u>30,275,000</u>	<u>30,275,000</u>
<b>TOTAL ASSETS</b>		<u><u>6,608,655,123</u></u>	<u><u>6,772,988,738</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	19.1	<u>625,000,000</u>	<u>625,000,000</u>
Issued, subscribed and paid up capital	19.2	<u>594,287,290</u>	<u>594,287,290</u>
Surplus on revaluation of property, plant and equipment	20	<u>362,710,427</u>	<u>373,283,383</u>
Loan from sponsor		<u>39,000,000</u>	<u>39,000,000</u>
Accumulated profit		<u>1,487,265,258</u>	<u>1,523,646,635</u>
		<u>2,483,262,975</u>	<u>2,530,217,308</u>
<b>NON CURRENT LIABILITIES</b>			
Long term financing	21	<u>120,463,218</u>	<u>44,722,309</u>
Deferred liabilities	22	<u>291,109,547</u>	<u>279,070,999</u>
Deferred grant		<u>1,090,732</u>	<u>1,390,684</u>
		<u>412,663,497</u>	<u>325,183,992</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	23	<u>1,815,213,729</u>	<u>1,866,592,689</u>
Contract liabilities		<u>22,434,749</u>	<u>46,108,472</u>
Mark-up accrued	24	<u>11,964,803</u>	<u>19,806,465</u>
Short term borrowings	25	<u>1,823,548,123</u>	<u>1,972,919,250</u>
Unclaimed dividend		<u>829,907</u>	<u>829,907</u>
Current portion of long term liabilities	26	<u>38,737,340</u>	<u>11,330,655</u>
		<u>3,712,728,651</u>	<u>3,917,587,438</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>6,608,655,123</u></u>	<u><u>6,772,988,738</u></u>
<b>CONTINGENCIES AND COMMITMENTS</b>	27		

The annexed notes from 1 to 44 form an integral part of these condensed interim financial statements.

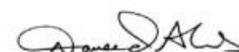
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**CHIEF EXECUTIVE**



**DIRECTOR**



**CHIEF FINANCIAL OFFICER**

**ZEPHYR TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Note	Half year ended		Quarter ended	
		December 31, 2025 (Rupees)	December 31, 2024 (Rupees)	December 31, 2025 (Rupees)	December 31, 2024 (Rupees)
Sales - net	28	3,826,631,194	3,938,800,214	1,864,703,343	1,760,541,139
Cost of sales	29	(3,444,927,397)	(3,569,495,460)	(1,716,701,815)	(1,601,057,874)
Gross profit		381,703,797	369,304,754	148,001,528	159,483,265
Distribution cost	30	(213,714,550)	(171,406,477)	(99,679,223)	(37,583,515)
Administrative expenses		(69,423,272)	(72,001,850)	(30,131,618)	(42,407,088)
Other operating expense		(7,927,086)	(14,572,582)	(4,745,802)	(3,335,226)
Other income		27,124,539	45,187,998	18,981,080	10,162,036
		(263,940,369)	(212,792,911)	(115,575,563)	(73,163,793)
Operating profit		117,763,428	156,511,843	32,425,965	86,319,472
Finance costs	31	(107,772,263)	(161,323,382)	(53,725,193)	(78,777,881)
Profit / (loss) before taxation and levy		9,991,165	(4,811,539)	(21,299,228)	7,541,591
Levy	32	(47,832,890)	(34,439,723)	(30,502,196)	(18,889,505)
Loss before income tax		(37,841,725)	(39,251,262)	(51,801,424)	(11,347,914)
Taxation	33	(9,112,608)	38,554,615	(4,561,589)	46,024,275
(Loss) / profit after taxation		(46,954,333)	(696,647)	(56,363,013)	34,676,361
(Loss) / earnings per share - basic and diluted (Rupees)	34	(0.79)	(0.01)	(0.95)	0.58

The annexed notes from 1 to 44 form an integral part of these condensed interim financial statements.

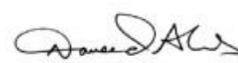


**CHIEF EXECUTIVE**



**DIRECTOR**

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**CHIEF FINANCIAL OFFICER**

**ZEPHYR TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees)	(Rupees)	(Rupees)	(Rupees)
(Loss) / profit for the period	(46,954,333)	(696,647)	(56,363,013)	34,676,361
Other comprehensive income for the period	-	-	-	-
Total comprehensive (loss) / income for the period	<u>(46,954,333)</u>	<u>(696,647)</u>	<u>(56,363,013)</u>	<u>34,676,361</u>

The annexed notes from 1 to 44 form an integral part of these condensed interim financial statements.



**CHIEF EXECUTIVE**



**DIRECTOR**

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**CHIEF FINANCIAL OFFICER**

**ZEPHYR TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOW (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

Note	Half year ended	
	December 31, 2025 (Rupees)	December 31, 2024 (Rupees)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit / (loss) before taxation and levy	9,991,165	(4,811,539)
Adjustments for items not involving movement of funds:		
Depreciation - PPE and RoU	115,507,650	108,325,442
Amortization	149,939	604,086
Loss on sale of PPE	-	5,683,335
(Gain) on re-measurement of short term investments	(983,325)	(1,103,341)
Dividend income	-	(17,097)
Provision for staff gratuity	23,171,004	20,145,366
Allowance for ECL	-	4,202,220
Unwinding of discount	(372,667)	(445,382)
Financial charges	107,772,263	127,701,510
Net cash flow before working capital changes	255,236,029	260,284,600
<b>(Increase) / decrease in current assets</b>		
Stores, spares and loose tools	(55,695,320)	(82,370,474)
Stock in trade	67,744,474	(428,453,443)
Trade debts	171,569,024	42,417,752
Loans and advances	(46,770,314)	77,765,321
Trade deposits and prepayments	(11,509,713)	(49,446,222)
Tax refunds due from the Government	47,866,822	(164,594,979)
Other receivables	5,546,659	(4,917,843)
	178,751,632	(569,173,473)
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	(51,378,960)	235,104,188
Contract liabilities	(23,673,723)	28,986,082
	(75,052,683)	264,090,270
<b>Cash flows generated from operations</b>	358,934,978	(44,798,603)
Income taxes paid	(21,192,075)	(30,388,278)
Gratuity paid	(20,245,064)	(14,096,198)
Financial charges paid	(116,032,414)	(125,137,481)
	(157,469,553)	(169,621,957)
Net cash generated from / (used in) operating activities	201,465,425	(214,420,560)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions to operating fixed assets - net	(48,464,299)	(49,739,453)
Additions to capital work in progress	(96,361,978)	(221,721,794)
Proceeds from sale of operating fixed assets	-	10,804,000
Dividend received	-	17,097
Long term deposits	-	(148,500)
Net cash used in investing activities	(144,826,277)	(260,788,650)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from short term financing - Net	(149,371,127)	486,158,425
Proceeds from short term investments - Net	-	40,426,415
Proceeds from long term financing - Net	103,220,309	(4,865,458)
Principal paid on lease liabilities	-	(15,533,910)
Net cash (used in) / generated from financing activities	(46,150,818)	506,185,472
Net (decrease) / increase in cash and cash equivalents	10,488,330	(9,450,153)
Unrealised (loss) / gain on cash and cash equivalent	(25,694)	(77,671)
Cash and cash equivalents at the beginning of the period	27,435,187	57,878,126
Cash and cash equivalents at the end of the period	37,897,823	48,350,302

The annexed notes from 1 to 44 form an integral part of these condensed interim financial statements.



**CHIEF EXECUTIVE**



**DIRECTOR**





**CHIEF FINANCIAL OFFICER**

**ZEPHYR TEXTILES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

Note	Issued, subscribed and paid-up capital (Rupees)	Loan from sponsor	Surplus on revaluation of fixed assets (Rupees)	Accumulated profits (Rupees)	Total (Rupees)
Balance as at July 01, 2024 - audited	594,287,290	-	486,755,448	1,493,865,963	2,574,908,701
Total comprehensive income for the period ended December 31, 2023					
Profit for the period	-	-	-	(696,647)	(696,647)
Reversal of surplus on disposal of PPE - net of tax	-	-	(3,134,885)	3,134,885	-
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	(25,177,695)	25,177,695	-
Balance as at December 31, 2024 - unaudited	<u>594,287,290</u>	<u>-</u>	<u>458,442,868</u>	<u>1,521,481,896</u>	<u>2,574,212,054</u>
Balance as at July 01, 2025 - audited	<u>594,287,290</u>	<u>39,000,000</u>	<u>373,283,383</u>	<u>1,523,646,635</u>	<u>2,530,217,308</u>
Total comprehensive income for the period ended December 31, 2025					
Loss for the period	-	-	-	(46,954,333)	(46,954,333)
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	(10,572,956)	10,572,956	-
Balance as at December 31, 2025 - unaudited	<u><u>594,287,290</u></u>	<u><u>39,000,000</u></u>	<u><u>362,710,427</u></u>	<u><u>1,487,265,258</u></u>	<u><u>2,483,262,975</u></u>

The annexed notes from 1 to 44 form an integral part of these condensed interim financial statements.



**CHIEF EXECUTIVE**



**DIRECTOR**

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