

# HAJI MOHAMMAD ISMAIL MILLS LIMITED

## REVIEWED INTERIM FINANCIAL INFORMATION FOR THE HALF YEAR ENDED

DECEMBER 31, 2025

**MUSHTAQ & CO.**  
CHARTERED ACCOUNTANTS

**KARACHI OFFICE:**  
407-Commerce Centre,  
Hasrat Mohani Road,  
Karachi-74200.  
PH: 32638521-3  
E-mail: [audit.khi@mushtaqandco.com](mailto:audit.khi@mushtaqandco.com)

**LAHORE OFFICE:**  
19-B, Block-G  
Gulberg III  
Lahore-54660  
PH: 35858624-5  
E-mail: [audit.lhr@mushtaqandco.com](mailto:audit.lhr@mushtaqandco.com)

**ISLAMABAD OFFICE:**  
407, Second floor  
Millenium heights  
F-11/1, Islamabad.  
PH: 051-2224970

## HAJI MOHAMMAD ISMAIL MILLS LIMITED

### COMPANY INFORMATION

Board of Directors	Mr. Gulzar Siddiq Mr. Farrukh Shafiq Mr. Muhammad Sarfraz Mr. Noman Mustafa Zuberi Mr. Mohammad Sadiq Mr. Mohammad Irfan Mr. Ali Asghar	Chairman/Independent Chief Executive/Director Director/ Executive Director/Independent Director/ Non Executive Director/ Non Executive Director/Non Executive
Audit Committee	Mr. Noman Mustafa Mr. Mohammad Irfan Mr. Muhammad Sadiq	Chairman Member Member
Human Resource & Remuneration Committee.	Mr. Gulzar Siddiq Mr. Muhammad Sadiq Mr. Ali Asghar	Chairman Member Member
Chief Financial Officer	Mr. Suhail Ahmed	
Company Secretary	Mr. Muhammad Sarfraz	
Auditors	Mushtaq & Co. Chartered Accountants 407-Commerce Centre Hasrat Mohani Road Karachi.	
Legal Advisor	Farooq Rashid & Co., Advocates & Corporate Consultants, 403-Commerce Centre, Hasrat Mohani Road, Karachi-74200	
Bankers	Habib Bank Limited National Bank of Pakistan	
Share Registrar and Transfer Office	Najeeb Consultants (Pvt) Ltd 406-Commerce Centre, Hasrat Mohani Road. Karachi-74200	
Registered office	409-Commerce Centre, Hasrat Mohani Road, Karachi-74200	
Phone No.:	92-21-32638523	
E-mail:	<a href="mailto:info@hmiml.com">info@hmiml.com</a>	
Website	<a href="http://www.hmiml.com">www.hmiml.com</a>	
Business:	Distributor of fast moving consumers goods.	
National Tax No.	0231147-0	
Contact person:	Mr. Muhammad Sarfraz Phone: 92-21-32639843 E-mail: sarfrazinfo@hotmail.com	

**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**DIRECTORS' REPORT TO THE MEMBERS OF THE COMPANY**

The directors are pleased to present the un-audited reviewed financial statement for the 2<sup>nd</sup> quarter/half year ended 31<sup>st</sup> December, 2025.

**1. Sales**

There is no sale/purchase or manufacturing activity during the period and same position was in the corresponding period.

**2. Gross profit**

The company has no gross profit/(loss) for the period.

**3. Pre-Tax loss**

Company's pretax loss for the reported period is Rs.1,706,300/-

**4. Earnings per share**

The earning/(loss) per share for the period is Rs. (0.14)

**5. Financial position**

There is no outstanding trading liability against the company. Due to adverse market factors, financial position of the company is not encouraging.

**6. Current and future summary and prospects**

Winding up petition filed by the SECP in the High Court of Sindh is still subjudice. Management is defending the case. Due to political stability in the country and reduction in markup rates, business activity has improved, but electricity, gas and petroleum price are still hurdle for economic growth of the country. The management is waiting for better opportunities and prosperous investor for corporate restructuring or merger of the company.

**7. Code of Corporate Governance**

The company has taken necessary steps to comply with the provisions of Code of Corporate Governance Regulations of Securities & Exchange Commission of Pakistan.

**8. Appreciation**

We appreciate the hard work of all the staff members of the company and the support of its shareholders and bankers.

For and on behalf of the Board of Directors

  
Chief Executive

  
Director

Karachi: Feb.26, 2026



**INDEPENDENT AUDITOR'S REVIEW REPORT**  
**TO THE MEMBERS OF HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS**

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of Haji Mohammad Ismail Mills Limited (the Company) as at 31<sup>st</sup> December, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, together with the notes to the financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for preparation and presentation of this interim financial reporting in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

We conducted our review in accordance with the International Standards on Review Engagements 2410, "Review of interim financial information performed by the independent Auditors of the Entity". A review of interim financial statements consists of making inquiries, primarily of the 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.

**Basis of Adverse Conclusion**

The condensed interim financial statements of the company have been prepared on going concern basis, despite of the facts that the management has disposed off the assets of the company including land building plant and machinery to pay off its major debts during the year ended June 30, 2015. The forgoing conditions indicate material uncertainty which cast a significant doubt on company's ability to continue as a going concern.

The significance of matters discussed in preceding paragraph, lead us to believe that going concern assumption used in preparation of the financial statements of the company is inappropriate. Consequently, the assets and liabilities should have been stated at their realizable and settlement amount respectively.

# MUSHTAQ & CO.

## CHARTERED ACCOUNTANTS



### Adverse Conclusion

Based on our review, due to significance of matter described in the preceding paragraph that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other Matter

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 subjected to a limited scope review by the statutory auditors of the company. Accordingly, the figure of the condensed interim statement of profit and loss and other comprehensive income and notes thereto for the quarter ended December 31, 2025, have not reviewed by us.

The financial statements of the company for the year ended June 30, 2025 were audited by another firm of Chartered Accountants, who expressed an adverse opinion in their report dated October 02, 2025.

The engagement partner on the audit resulting in this independent auditor's report is Mr. Husain Zahid, FCA.

  
MUSHTAQ & CO.  
Chartered Accountants



Karachi:

Dated: February 26, 2026

UDIN: RR202510043wvWAT2FLe

#### Head Office:

407. Commerce Centre.  
Hasrat Mohani Road, Karachi.  
Tel: 021-32638521-3  
Email: info@mushtaqandco.com,  
audit.khi@mushtaqandco.com

#### Islamabad Office:

407. Second Floor  
Millennium Heights.  
F-11/1, Islamabad.

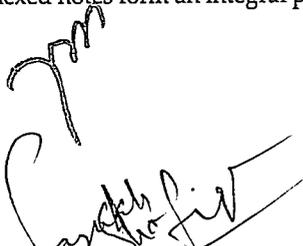
#### Lahore Office:

19-B. Block G,  
Gulberg-III, Lahore.  
Tel: 042-35858624-6  
E-mail: audit.lhr@mushtaqandco.com

**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)**  
**AS AT DECEMBER 31, 2025**

	NOTE	DECEMBER 31 2025 (UN-AUDITED)	JUNE 30 2025 (AUDITED)
		----- (Rupees) -----	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Long term deposits		50,000	50,000
<b>CURRENT ASSETS</b>			
Investments - available for sale		1,169,875	332,325
Advance tax - net of provision		961,188	954,971
Other receivables		1,066,323	866,323
Cash and bank balances		833,877	3,540,846
		4,031,263	5,694,465
<b>TOTAL ASSETS</b>		<b>4,081,263</b>	<b>5,744,465</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
<b>Authorised Capital</b>			
12,000,000 (2025: 12,000,000) ordinary shares of Rs. 10 each		120,000,000	120,000,000
Issued, subscribed and paid up share capital		119,750,400	119,750,400
Reserves		(123,238,236)	(122,218,190)
<b>TOTAL EQUITY</b>		<b>(3,487,836)</b>	<b>(2,467,790)</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Retirement benefit obligation		6,975,672	6,353,360
<b>CURRENT LIABILITIES</b>			
Trade and other payables		593,427	1,858,895
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>4,081,263</b>	<b>5,744,465</b>

**CONTINGENCIES AND COMMITMENTS** 6  
The annexed notes form an integral part of these financial statements.

  
**FARRUKH SHAFIQ**  
Chief Executive

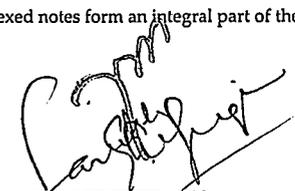
  
**MUHAMMAD SARFRAZ**  
Director

  
**SOHAIL AHMED**  
Chief Financial Officer

**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

NOTE	HALF YEAR ENDED		QUARTER ENDED	
	(UN-AUDITED)		(UN-AUDITED)	
	DECEMBER 31 2025	DECEMBER 31 2024	DECEMBER 31 2025	December 31, 2024
	----- Rupees -----			
Operating expenses				
Administrative expenses	(1,737,382)	(3,720,384)	(440,093)	(2,451,077)
Operating (loss)	(1,737,382)	(3,720,384)	440,093	(2,451,077)
Other income	31,082	25,312	18,226	13,190
	(1,706,300)	(3,695,072)	(421,867)	(2,437,887)
Finance cost	-	-	-	-
(Loss) before taxation	(1,706,300)	(3,695,072)	(421,867)	(2,437,887)
Taxation	-	-	-	-
(Loss) after taxation	(1,706,300)	(3,695,072)	(421,867)	(2,437,887)
(Loss) per share - basic and diluted	7	(0.14)	(0.31)	(0.21)

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

  
**FARRUKH SHAFIQ**  
 Chief Executive

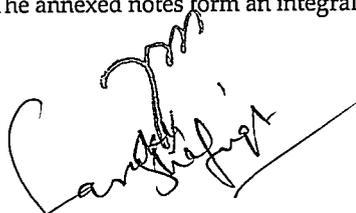
  
**MUHAMMAD SARFRAZ**  
 Director

  
**SOHAIL AHMED**  
 Chief Financial Officer

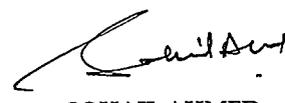
**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

HALF YEAR ENDED	
(UN-AUDITED)	
DECEMBER 31 2025	DECEMBER 31 2024
----- ( Rupees ) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
(Loss) before taxation	(1,706,300)                      (3,695,072)
<b>Adjustments for non cash item and other income:</b>	
Staff retirement benefits- gratuity	471,016                      444,408
	<u>471,016                      444,408</u>
(Loss) before working capital changes	(1,235,284)                      (3,250,664)
<b>(Increase) /Decrease in current assets:</b>	
Other receivables	(200,000)                      5,000
<b>(Decrease)/ Increase in current liabilities:</b>	
Trade and other payables	(1,265,468)                      920,454
<b>Cash (used in) operations</b>	<u>(2,700,752)                      (2,325,210)</u>
Taxes paid	(6,216)                      (3,797)
Finance cost paid	-                      -
	<u>(6,216)                      (3,797)</u>
<b>Net cash (used in) operating activities</b>	<u>(2,706,968)                      (2,329,007)</u>
<b>Net (decrease) in cash and cash equivalents</b>	<u>(2,706,968)                      (2,329,007)</u>
Cash and cash equivalents at beginning of the year	3,540,845                      7,880,360
<b>Cash and cash equivalents at end of the year</b>	<u><u>833,877                      5,551,353</u></u>

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

  
**FARRUKH SHAFIQ**  
 Chief Executive

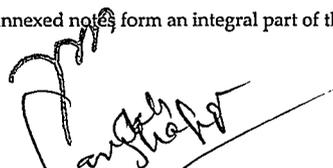
  
**MUHAMMAD SARFRAZ**  
 Director

  
**SOHAIL AHMED**  
 Chief Financial Officer

**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

	Share Capital	Reserves		Sub total	Total	
		Capital Revenue				Revenue Reserve
	Issued, subscribed and paid-up share capital	Share premium	Fair value reserve	Unappropriated (loss)		
	(Rupees)					
Balance as at July 01, 2024 (Audited)	119,750,400	6,912,000	128,561	(122,277,776)	(115,237,215)	4,513,185
(Loss) for the year	-	-	-	(3,695,072)	(3,695,072)	(3,695,072)
Other comprehensive (loss) for the half year ended	-	-	(328,337)	-	(328,337)	(328,337)
Total Comprehensive loss for the half year ended	-	-	(328,337)	(3,695,072)	(4,023,409)	(4,023,409)
Balance as at December 31, 2024 (Un-Audited)	<u>119,750,400</u>	<u>6,912,000</u>	<u>(199,776)</u>	<u>(125,972,848)</u>	<u>(119,260,624)</u>	<u>489,776</u>
Balance as at July 01, 2025 (Audited)	119,750,400	6,912,000	(163,181)	(128,967,009)	(122,218,190)	(2,467,790)
(Loss) for the year	-	-	-	(1,706,300)	(1,706,300)	(1,706,300)
Other comprehensive Gain for the half year ended	-	-	686,254	-	686,254	686,254
Total Comprehensive Gain/ (loss) for the half year ended	-	-	686,254	(1,706,300)	(1,020,046)	(1,020,046)
Balance as at December 31, 2025 (Un- Audited)	<u>119,750,400</u>	<u>6,912,000</u>	<u>523,073</u>	<u>(130,673,309)</u>	<u>(123,238,236)</u>	<u>(3,487,836)</u>

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

  
**FARRUKH SHAFIQ**  
 Chief Executive

  
**MUHAMMAD SARFRAZ**  
 Director

  
**SOHAIL AHMED**  
 Chief Financial Officer

**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

HALF YEAR ENDED (UN-AUDITED)		QUARTER ENDED (UN-AUDITED)	
DECEMBER 31 2025	DECEMBER 31 2024	DECEMBER 31 2025	DECEMBER 31 2024

( Rupees )

(Loss) after taxation (1,706,300)      (3,695,072)      (421,867)      (2,437,887)

**Other comprehensive income**

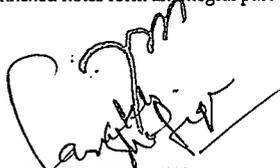
Items that will not be reclassified subsequently to profit or loss

Gain/ (Loss) on re-measurement on investments available for sale to fair value - net of tax  
(Loss) on re-measurement of staff retirement benefits

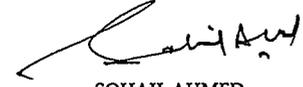
837,550	(23,975)	(1,225,175)	(875)
(151,296)	(304,362)	(75,648)	(152,181)
686,254	(328,337)	(1,300,823)	(153,056)
<u>(1,020,046)</u>	<u>(4,023,409)</u>	<u>(1,722,690)</u>	<u>(2,590,943)</u>

Total comprehensive (Loss)

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

  
**FARRUKH SHAFIQ**  
Chief Executive

  
**MUHAMMAD SARFRAZ**  
Director

  
**SOHAIL AHMED**  
Chief Financial Officer

**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

**1 STATUS AND NATURE OF BUSINESS**

1.1 The Company was incorporated in Pakistan as a Private Limited Company on February 5, 1980 under the then Companies Act, 1913 and subsequently converted into public limited company on October 15, 1987 under the repealed Companies Ordinance 1984 (now replaced with the enactment of Companies Act, 2017). Shares of the company were subsequently listed on the Stock Exchange on November 29, 1994. The main object of the company was manufacturing and sale of yarn and power generation. Subsequently during the Year ended June 30, 2017 management amended the object clause in the Memorandum of Association to move from Textile / Power Generation to trading/distribution of fast moving consumer goods and other lawful business objects.

The registered office of the company is situated at 409-Commerce Centre, Hasrat Mohani Road, Karachi 74200.

**1.2 Going Concern Assumption**

Financial statements have been prepared by using going concern assumption on the basis of following factors:

- 1.2.1 During the year 2017, the management of the company had altered object clause of its Memorandum of Association to change the main business lines of the company from textile and power generation to fast moving consumer goods.
- 1.2.2 The management is planning to commence consumer goods distribution business besides exploring other business opportunities either itself or through merger, corporate restructuring or through prosperous investors for revival of the company.
- 1.2.3 In the mean time, the Securities and Exchange Commission of Pakistan filed a petition during 2017 in the High Court of Sindh for winding up of the Company. The matter is presently subjudice and no order has been passed in this regard. In view of the above fact, the management asserts that the company shall continue to be a going concern.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting which comprise of International Accounting Standard (IAS) 34 'Interim Financial Reporting' issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (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.

These interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2025.

**2.2 New standards, amendments to approved accounting standards and new interpretations**

**2.2.1 Amendments to approved accounting standards which are effective during the year ending June 30, 2026**

There are certain amendments to approved accounting standards which are mandatory for accounting periods beginning on or after July 1, 2025 but are considered not to be relevant or have any significant effect on the Company's financial reporting. Therefore have not been disclosed in company interim financial statements.

**2.2.2 New standards and amendments to approved accounting standards that are effective for the Company's accounting periods beginning on or after July 1, 2026**

There is a new standard and certain amendments to approved accounting standards that will be mandatory for accounting periods beginning on or after July 1, 2026. The new standard include IFRS 18 Presentation and disclosure in the financial statements. Disclosures with applicability date of January 1, 2027. as per IASB.

There are certain amendments to published accounting and reporting standard that include those made to IFRS 7 and IFRS 9 which clarify the date of recognition of derecognition of financial assets and financial liabilities which are applicable effective from January 1, 2026

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



**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

**3 MATERIAL ACCOUNTING POLICY INFORMATION**

The accounting policies and methods of computation adopted for the preparation of the financial statements for the quarter ended December 31, 2025 on the same as those applied in the preparation for the annual audited statement for the year ended June 30, 2025.

**4 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT**

The preparation of these condensed interim financial statements in conformity with the approved accounting and reporting standards as applicable in Pakistan for interim reporting 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 the historical experience and other factors, including reasonable expectations of future events. Revision 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 same as those applied to financial statements as at and for the year ended June 30, 2025.

**5 FINANCIAL RISK MANAGEMENT**

The Company's financial risk objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2025.

**6 CONTINGENCIES AND COMMITMENTS**

**6.1 Contingencies**

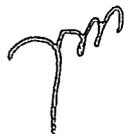
The Company and the directors received a notice on May 24, 2018 from National Bank of Pakistan relating to Suo Moto Notice of Supreme Court of Pakistan on loan written off pertaining to the period 2003. The company at its own and on behalf of the directors has filed a statement on June 5, 2018 through its legal counsel whereby it was explained that the amounts were duly settled by consent decree of High Court of Sindh and was paid by the management to National Bank of Pakistan. The case is yet to be decided. The current management believes that no liability or payment accrues against the Company. Accordingly, no provision has been made in these financial statements.

**6.2 Commitments**

There were no commitments as at December 31, 2025 (June 30, 2025: NIL).

**7 (LOSS) PER SHARE - BASIC AND DILUTED**

	DECEMBER 31, 2025 (Un- Audited)	DECEMBER 31, 2024 (Un- Audited)
	----- (Rupees) -----	
(Loss) after taxation	(1,706,300)	(3,695,072)
Weighted average number of ordinary shares outstanding at the end of the year	11,975,040	11,975,040
(Loss) per share - basic and diluted	(0.14)	(0.31)



**HAJI MOHAMMAD ISMAIL MILLS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2025**

**8 DISCLOSURE REQUIREMENTS FOR ALL SHARIAH ISLAMIC INDEX**

The company did not avail or have any type of Islamic banking products.

**9 DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements have been authorised for issue on 12/12/2025 by the board of Directors of the Company.

**10 GENERAL**

Figures have been rounded off to the nearest rupee.



**FARRUKH SHAFIQ**  
Chief Executive



**MUHAMMAD SARFRAZ**  
Director



**SOHAIL AHMED**  
Chief Financial Officer